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BUDGET ESTIMATES
FOR THE
UNITED STATES
DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING
JUNE 30, 1965

U. S. DEPT. OF AGRICULTURE
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CURRENT SERIAL RECORDS



A SEPARATE FROM THE BUDGET OF
THE UNITED STATES GOVERNMENT
1965

BUDGET ESTIMATES
FOR THE
UNITED STATES
DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING
JUNE 30, 1965

A Separate from the Budget of the United States Government
1965



U.S. GOVERNMENT PRINTING OFFICE
WASHINGTON : 1964

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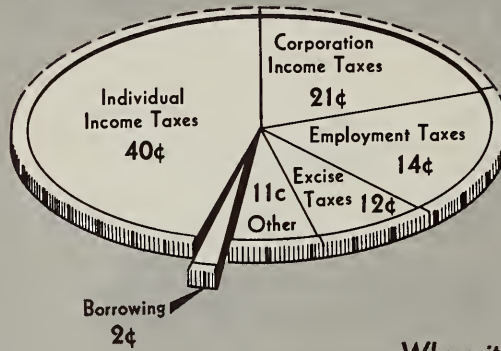
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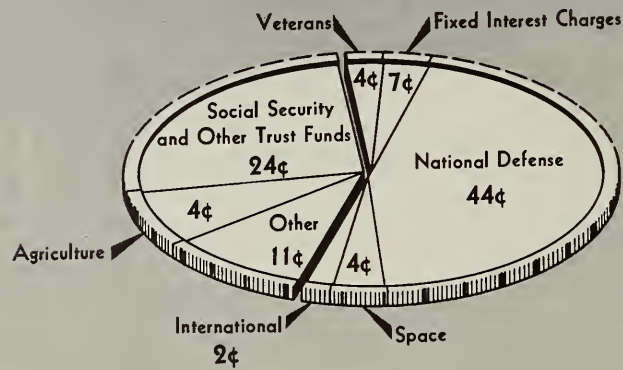
SUMMARY TABLES

THE GOVERNMENT DOLLAR

Where it comes from . . .



Where it goes . . .



Fiscal Year 1965 Estimate

Table 1. BUDGET RÉSUMÉ (in billions of dollars)

ADMINISTRATIVE BUDGET AND TRUST FUND RECEIPTS AND EXPENDITURES

Description	ADMINISTRATIVE BUDGET FUNDS			TRUST FUNDS		
	1963 actual	1964 estimate	1965 estimate	1963 actual	1964 estimate	1965 estimate
RECEIPTS						
Individual income taxes.....	47.6	47.5	48.5	-----	-----	-----
Corporation income taxes.....	21.6	23.7	25.8	-----	-----	-----
Employment taxes.....	-----	-----	-----	14.9	16.8	17.0
Excise taxes.....	9.9	10.2	11.0	3.3	3.5	3.5
Unemployment tax deposits by States.....	-----	-----	-----	3.0	2.9	2.8
Estate and gift taxes.....	2.2	2.3	2.7	-----	-----	-----
Customs.....	1.2	1.3	1.5	-----	-----	-----
Federal employees retirement.....	-----	-----	-----	1.9	2.0	1.9
Interest on trust funds.....	-----	-----	-----	1.5	1.6	1.7
Veterans life insurance premiums.....	-----	-----	-----	.5	.5	.5
Miscellaneous receipts.....	4.4	4.1	4.1	3.2	3.4	3.9
Interfund transactions.....	-.5	-.7	-.6	-.5	-.5	-.5
Total receipts.....	86.4	88.4	93.0	27.7	30.2	30.9
EXPENDITURES						
National defense.....	52.8	55.3	54.0	.7	.9	1.2
International affairs and finance.....	2.6	2.4	2.2	*	.1	.1
Space research and technology.....	2.6	4.4	5.0	-----	*	*
Agriculture and agricultural resources.....	7.0	6.1	4.9	.5	.5	.4
Natural resources.....	2.4	2.5	2.6	.1	.1	.1
Commerce and transportation.....	2.8	3.2	3.1	2.9	3.4	3.5
Housing and community development.....	-.1	-.2	-.3	*	1.6	.5
Health, labor, and welfare.....	4.8	5.5	5.8	21.9	22.7	23.5
Education.....	1.2	1.3	1.7	*	*	*
Veterans benefits and services.....	5.2	5.4	5.1	.8	.6	.5
Interest.....	10.0	10.7	11.1	-----	-----	-----
General government.....	2.0	2.2	2.2	*	*	*
Deposit funds (net).....	-----	-----	-----	.1	-.1	*
Allowance for attack on poverty.....	-----	-----	.2	-----	-----	-----
Allowance for civilian pay comparability.....	-----	-----	.5	-----	-----	-----
Allowance for contingencies.....	-----	.2	.3	-----	-----	-----
Interfund transactions.....	-.5	-.7	-.6	-.5	-.5	-.5
Total expenditures.....	92.6	98.4	97.9	26.5	29.3	29.4

CONSOLIDATED SUMMARY

Description	1963 actual	1964 estimate	1965 estimate
Cash receipts:			
Administrative budget receipts.....	86.4	88.4	93.0
Trust fund receipts.....	27.7	30.2	30.9
Intragovernmental transactions.....	-4.3	-4.2	-4.1
Total receipts from the public.....	109.7	114.4	119.7
Cash expenditures:			
Administrative budget expenditures.....	92.6	98.4	97.9
Trust fund expenditures.....	26.5	29.3	29.4
Intragovernmental and other noncash transactions.....	-5.4	-5.0	-4.6
Total payments to the public.....	113.8	122.7	122.7
Excess of receipts from (+) or payments to (-) the public.....	-4.0	-8.3	-2.9

*Less than \$50 million. Note.—Detail may not add to totals due to rounding.

Table 2. RECEIPTS FROM AND PAYMENTS TO THE PUBLIC
(CONSOLIDATED CASH BASIS) (in billions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
RECEIPTS FROM THE PUBLIC			
Individual income taxes.....	47.6	47.5	48.5
Corporation income taxes.....	21.6	23.7	25.8
Employment taxes.....	14.9	16.8	17.0
Excise taxes.....	13.2	13.7	14.5
Unemployment tax deposits by States.....	3.0	2.9	2.8
Estate and gift taxes.....	2.2	2.3	2.7
Customs.....	1.2	1.3	1.5
Veterans life insurance premiums.....	.5	.5	.5
Other receipts.....	5.6	5.7	6.4
Total receipts from the public.....	109.7	114.4	119.7
PAYMENTS TO THE PUBLIC			
National defense.....	53.4	56.0	55.2
International affairs and finance.....	2.2	2.5	2.4
Space research and technology.....	2.6	4.4	5.0
Agriculture and agricultural resources.....	7.3	6.3	5.1
Natural resources.....	2.5	2.6	2.7
Commerce and transportation.....	5.8	6.6	6.6
Housing and community development.....	-.3	1.3	*
Health, labor, and welfare.....	25.7	27.3	28.6
Education.....	1.2	1.3	1.6
Veterans benefits and services.....	6.0	6.0	5.5
Interest.....	7.4	8.1	8.6
General government.....	2.0	2.2	2.2
Deposit funds, net.....	-.2	-.1	*
Allowance for attack on poverty.....			.2
Allowance for civilian pay comparability.....			.5
Allowance for contingencies.....		.2	.3
Other undistributed adjustments:			
Agency payments for employee retirement.....	-.9	-1.0	-1.0
Deduction from employees' salaries for retirement.....	-.9	-.9	-1.0
Increase (-) or decrease in outstanding checks, etc.....	-.1	-.1	*
Total payments to the public.....	113.8	122.7	122.7
Excess of receipts (+) or payments (-).....	-4.0	-8.3	-2.9

*Less than \$50 million.

Note.—This table shows the flow of money between the Government and the public on a cash (collections and checks paid) basis. For fuller explanation, see special analysis A (pages 328 to 336).

Table 3. NEW OBLIGATIONAL AUTHORITY BY TYPE AND FUNCTION
(In billions of dollars)

Description	ADMINISTRATIVE BUDGET FUNDS			TRUST FUNDS		
	1963 actual	1964 estimate	1965 estimate	1963 actual	1964 estimate	1965 estimate
TYPE						
Authorizations requiring current action by Congress:						
Appropriations ¹	89.1	88.0	91.1	0.4	0.4	0.4
Reappropriations.....	*	*				
Authorizations to expend from debt receipts.....	.5	.5	*			
Contract authorizations.....	1.0	1.5	.4	3.6		3.8
Total authorizations requiring current action by Congress.....	90.6	90.0	91.4	3.9	.4	4.2
Authorizations not requiring current action by Congress (permanent):						
Appropriations ¹	10.7	11.5	11.8	23.6	25.8	26.1
Authorizations to expend from debt receipts.....	.7	.6	.5	.2	.1	.1
Contract authorizations.....	.3	.5	.1	.9	5.4	1.3
Total authorizations not requiring current action by Congress (permanent).....	11.6	12.6	12.4	24.7	31.3	27.6
Total new obligational authority.....	102.3	102.6	103.8	28.6	31.7	31.8
FUNCTION						
National defense.....	54.3	53.8	53.7	.9	1.7	1.3
International affairs and finance.....	5.7	3.0	3.6	*	.1	.1
Space research and technology.....	3.7	5.2	5.3	*	*	*
Agriculture and agricultural resources.....	7.1	6.4	5.0	*	*	*
Natural resources.....	2.4	2.6	2.6	.1	.1	.1
Commerce and transportation.....	4.0	2.9	2.8	3.6	3.7	3.8
Housing and community development.....	.6	2.0	.5	.6	.4	.6
Health, labor, and welfare.....	5.4	5.8	6.6	22.6	24.9	25.1
Education.....	1.4	1.9	3.1	*	*	*
Veterans benefits and services.....	5.5	5.6	5.5	.7	.7	.7
Interest.....	10.0	10.7	11.1			
General government.....	2.2	2.3	2.4	*	*	*
Allowance for attack on poverty.....			.5			
Allowance for civilian pay comparability.....			.5			
Allowance for contingencies.....		.4	.5			
Total new obligational authority.....	102.3	102.6	103.8	28.6	31.7	31.8

*Less than \$50 million.

Note.—New obligational authority is the amount becoming available by act of Congress for the incurring of obligations which will result in expenditures. The various types of new obligational authority are explained on pages 146 and 147. For detailed information on new obligational authority by agency and account see pages 150 to 325.

¹ Excludes appropriations to liquidate contract authorizations:
Administrative budget funds, 1963, \$0.8 billion; 1964, \$0.9 billion; 1965, \$1.4 billion.
Trust funds, 1963, \$4.1 billion; 1964, \$4.5 billion; 1965, \$4.9 billion.

Table 4. NEW OBLIGATIONAL AUTHORITY BY AGENCY (in millions of dollars)

Description	1963 enacted	1964 estimate			1965 estimate		
		Enacted	Supple- mental needed	Total	Trans- mitted herein	Later trans- mittal	Total
ADMINISTRATIVE BUDGET FUNDS							
Legislative Branch.....	160	156	*	156	200	-----	200
The Judiciary.....	64	67	*	67	72	-----	72
Executive Office of the President.....	24	25	-----	25	29	-----	29
Funds appropriated to the Pres- ident.....	5,663	2,262	-----	2,262	2,801	-----	2,801
Department of Agriculture.....	8,032	7,189	76	7,265	6,209	-253	5,956
Department of Commerce.....	813	792	8	800	923	-----	923
Dept. of Defense—Military.....	51,120	49,913	1,087	51,000	50,708	172	50,880
Dept of Defense—Civil.....	1,092	1,148	2	1,150	1,214	-----	1,214
Dept. of Health, Education, & Welfare.....	5,333	5,246	857	6,102	6,531	1,118	7,649
Department of the Interior.....	1,134	1,164	20	1,184	1,173	40	1,213
Department of Justice.....	319	344	1	345	368	-----	368
Department of Labor.....	362	350	120	470	671	160	831
Post Office Department.....	840	654	-----	654	551	-----	551
Department of State.....	423	353	82	435	377	-----	377
Treasury Department.....	11,046	11,861	13	11,874	12,394	-----	12,394
Atomic Energy Commission.....	3,135	2,743	-----	2,743	2,693	-----	2,693
Federal Aviation Agency.....	755	813	-----	813	676	75	751
General Services Administration.....	622	631	3	635	632	-----	632
Housing & Home Finance Agcy.....	785	794	1,409	2,203	674	75	749
National Aeronautics and Space Administration.....	3,673	5,100	141	5,241	5,304	-----	5,304
Veterans Administration.....	5,534	5,536	17	5,553	5,444	-----	5,444
Other independent agencies.....	1,285	1,115	*	1,116	1,207	-65	1,142
District of Columbia.....	70	60	-----	60	68	5	72
Allowance for attack on poverty.....	-----	-----	-----	-----	-----	500	500
Allowance for civilian pay com- parability.....	-----	-----	-----	-----	-----	544	544
Allowance for contingencies.....	-----	-----	400	400	-----	500	500
Total administrative budget.....	102,283	98,317	4,237	102,554	100,919	2,870	103,789
TRUST FUNDS							
Department of Commerce.....	3,611	3,741	-----	3,741	3,817	-----	3,817
Dept. of Health, Education, & Welfare.....	14,989	17,073	-----	17,073	17,439	60	17,499
Department of Labor.....	4,261	4,192	-----	4,192	3,933	-----	3,933
Veterans Administration.....	711	719	-----	719	714	-----	714
Civil Service Commission.....	2,247	2,382	-----	2,382	2,391	-----	2,391
Railroad Retirement Board.....	1,115	1,218	-----	1,218	1,279	-----	1,279
Other agencies.....	1,667	2,370	-----	2,370	2,184	-----	2,184
Total trust funds.....	28,602	31,695	-----	31,695	31,757	60	31,817

*Less than one-half million dollars.

Note.—For explanation of the columnar headings for 1964 and 1965, see pages 148 and 149. For detailed information on new obligational authority by agency and account, see pages 150 to 325.

Table 5. EXPENDITURES BY AGENCY (in millions of dollars)

Description	1963 actual	1964 estimate			1965 estimate		
		Enacted	Supple- mental needed	Total	Trans- mitted herein	Later trans- mittal	Total
ADMINISTRATIVE BUDGET FUNDS							
Legislative Branch.....	147	166	*	166	179	-----	179
The Judiciary.....	63	67	*	67	72	-----	72
Executive Office of the President	23	25	-----	25	28	-----	28
Funds appropriated to the Pres- ident.....	2,247	2,817	-----	2,817	2,533	-----	2,533
Department of Agriculture.....	7,735	7,068	-91	6,978	6,183	-368	5,815
Department of Commerce.....	676	786	*	786	833	*	833
Dept. of Defense—Military.....	49,973	51,244	1,056	52,300	51,008	192	51,200
Dept. of Defense—Civil.....	1,128	1,140	2	1,141	1,192	*	1,192
Dept. of Health, Education, & Welfare.....	4,909	5,135	395	5,530	5,458	396	5,853
Department of the Interior.....	1,029	1,103	11	1,114	1,126	22	1,148
Department of Justice.....	317	329	1	330	343	*	343
Department of Labor.....	257	340	76	415	546	121	667
Post Office Department.....	770	546	-----	546	475	-----	475
Department of State.....	408	355	30	385	362	20	382
Treasury Department.....	11,028	11,860	14	11,874	12,335	*	12,335
Atomic Energy Commission.....	2,758	2,800	-----	2,800	2,735	-----	2,735
Federal Aviation Agency.....	726	790	-----	790	824	5	829
General Services Administration.....	464	552	3	555	578	-----	578
Housing & Home Finance Ag'cy.....	410	212	-----	212	339	-190	149
National Aeronautics and Space Administration.....	2,552	4,375	25	4,400	4,890	100	4,990
Veterans Administration.....	5,173	5,338	11	5,349	5,161	-94	5,066
Other independent agencies.....	293	188	5	193	-20	-65	-85
District of Columbia.....	66	66	-----	66	84	5	88
Allowance for attack on poverty.....	-----	-----	-----	-----	-----	250	250
Allowance for civilian pay com- parability.....	-----	-----	-----	-----	-----	544	544
Allowance for contingencies.....	-----	-----	250	250	-----	300	300
Subtotal.....	93,155	97,301	1,788	99,089	97,262	1,238	98,500
Interfund transactions.....	-513	-----	-----	-685	-----	-----	-600
Total administrative budget.....	92,642	-----	-----	98,405	-----	-----	97,900
TRUST FUNDS							
Department of Commerce.....	3,043	3,581	-----	3,581	3,673	-----	3,673
Dept. of Health, Education, & Welfare.....	15,789	16,705	-----	16,705	17,519	-----	17,519
Department of Labor.....	3,816	3,556	-----	3,556	3,273	170	3,443
Veterans Administration.....	828	634	-----	634	489	-----	489
Civil Service Commission.....	1,131	1,272	-----	1,272	1,435	-----	1,435
Railroad Retirement Board.....	1,112	1,129	-----	1,129	1,144	-----	1,144
Other agencies.....	1,332	2,927	-----	2,927	2,147	-----	2,147
Subtotal.....	27,050	29,803	-----	29,803	29,679	170	29,849
Interfund transactions.....	-505	-----	-----	-488	-----	-----	-477
Total trust funds.....	26,545	-----	-----	29,315	-----	-----	29,372

*Less than one-half million dollars.

Note.—For explanation of the columnar headings for 1964 and 1965, see pages 148 and 149. For detailed information on expenditures by agency and account, see pages 150 to 325.

Table 6. INVESTMENT, OPERATING, AND OTHER EXPENDITURES

(In millions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
ADMINISTRATIVE BUDGET FUNDS			
Additions to Federal assets:			
Civil:			
Loans.....	1,785	1,085	-19
Investments.....	87	98	176
Public works—sites and direct construction.....	2,289	2,720	2,815
Other.....	899	-347	118
National defense.....	17,947	18,734	17,239
Total, additions to Federal assets.....	23,007	22,288	20,330
Additions to State, local, and private assets:			
Civil.....	1,312	1,686	1,683
National defense.....	28	28	22
Total, additions to State, local, and private assets.....	1,340	1,714	1,706
Expenditures for other developmental purposes:			
Civil:			
Research and development.....	3,439	5,253	5,906
Other.....	1,333	1,587	1,931
National defense:			
Research and development.....	7,871	8,581	8,233
Other.....	15	16	19
Total, other developmental expenditures.....	12,658	15,436	16,090
Current aids, special services, and operations:			
Civil.....	29,256	31,461	30,815
National defense.....	26,893	27,940	28,466
Total, current aids, special services, and operations.....	56,150	59,402	59,281
Allowance for attack on poverty.....			250
Allowance for civilian pay comparability.....			544
Allowance for contingencies.....		250	300
Interfund transactions.....	-513	-685	-600
Total administrative budget.....	92,642	98,405	97,900
TRUST FUNDS			
Additions to Federal assets:			
Loans.....	-283	317	550
Public works.....	32	43	25
Other.....	*	1	2
Total, additions to Federal assets.....	-250	362	576
Additions to State, local, and private assets	3,481	4,835	3,583
Expenditures for other developmental purposes	54	68	74
Retirement and social insurance benefits:			
Insurance and unemployment benefits.....	17,980	18,586	19,470
Other.....	2,834	2,822	2,860
Total, retirement and social insurance benefits.....	20,814	21,409	22,330
Current aids, special services, and operations	1,491	1,834	2,126
District of Columbia, deposit funds, and other unclassified items	1,461	1,294	1,160
Interfund transactions	-505	-488	-477
Total trust funds	26,545	29,315	29,372

*Less than one-half million dollars.

Note.—For more information on this classification see special analysis D (pages 354 to 372).

Table 7. FEDERAL RECEIPTS AND EXPENDITURES IN THE NATIONAL INCOME ACCOUNTS (in billions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
RECEIPTS, NATIONAL INCOME BASIS			
Personal tax and nontax receipts.....	50.1	50.1	52.3
Corporate profits tax accruals.....	21.6	23.3	24.9
Indirect business tax and nontax accruals.....	15.6	16.5	17.3
Contributions for social insurance.....	21.9	23.7	24.2
Total receipts, national income basis.....	109.3	113.6	118.8
EXPENDITURES, NATIONAL INCOME BASIS			
Purchases of goods and services.....	64.4	67.8	69.1
Transfer payments.....	29.2	30.5	31.8
Grants-in-aid to State and local governments.....	7.9	9.4	9.7
Net interest paid.....	7.6	8.0	8.5
Subsidies less current surplus of Government enterprises.....	3.5	3.5	2.5
Total expenditures, national income basis.....	112.6	119.1	121.5
Surplus (+) or deficit (-), national income basis.....	-3.3	-5.5	-2.8

RELATION OF THE FEDERAL SECTOR IN THE NATIONAL INCOME ACCOUNTS TO RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

RECEIPTS			
Total receipts, national income accounts.....	109.3	113.6	118.8
Receipts not included in Federal receipts in the national income accounts:			
Realization on loans and other assets.....	1.5	1.1	1.0
District of Columbia government receipts.....	.3	.4	.4
Interest and other earnings.....	1.1	1.2	1.3
Receipt adjustments to consolidated cash basis:			
Employer and employee contributions to Federal retirement funds.....	-1.9	-1.9	-1.9
Accrual to cash and other adjustments.....	-.6	.1	.2
Total Federal receipts from the public.....	109.7	114.4	119.7
EXPENDITURES			
Total expenditures, national income accounts.....	112.6	119.1	121.5
Expenditures not included in Federal activities in the national income accounts:			
Loans, purchase of land, deposit funds, etc.....	2.7	4.6	2.9
District of Columbia government expenditures.....	.3	.4	.4
Portion of interest and other expenditures offset by receipts in the national income accounts.....	.6	.6	.9
Expenditure adjustments to consolidated cash basis:			
Employer and employee contributions to Federal retirement funds.....	-1.9	-1.9	-1.9
Accrual to cash adjustments.....	-.6	-.1	-1.1
Total Federal payments to the public.....	113.8	122.7	122.7

Note.—This table shows Federal receipts and expenditures on the basis used in the national income and gross national product statistics of the Department of Commerce. For a fuller explanation, see special analysis A (pages 328 to 336).

Table 8. RELATION OF AUTHORIZATIONS TO EXPENDITURES
(In millions of dollars)

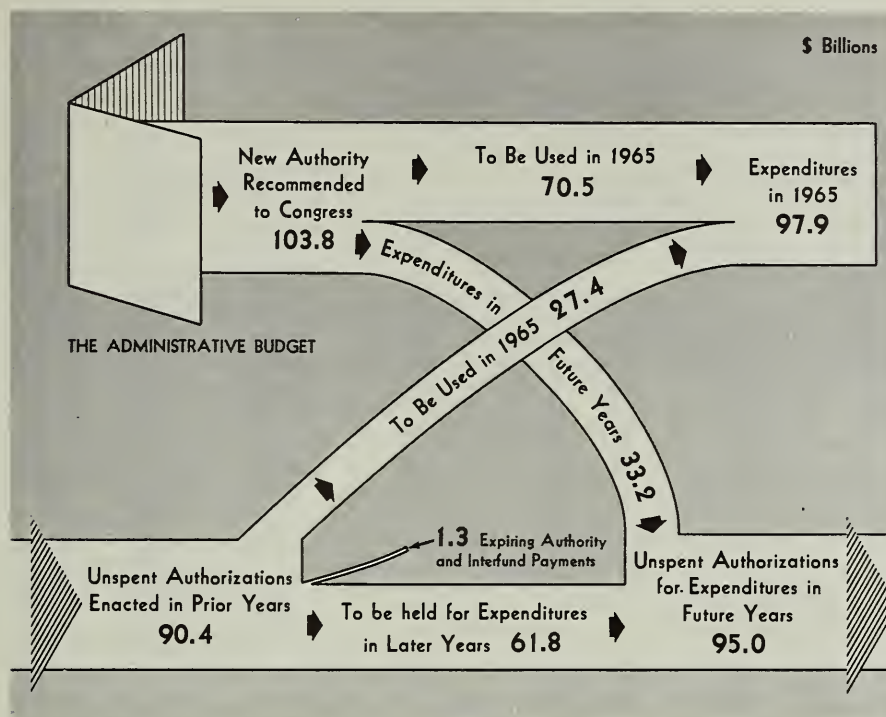
Description	1963 actual	1964 estimate	1965 estimate
ADMINISTRATIVE BUDGET FUNDS			
New obligational authority (tables 3 and 4): ¹			
Current authorizations.....	90,635	90,000	91,404
Permanent authorizations.....	11,648	12,553	12,384
Total new obligational authority.....	102,283	102,554	103,789
Unobligated balances brought forward, start of year (table 10).....	38,974	45,309	43,874
Appropriations available in prior year.....	-639	-647	-796
Appropriations available from subsequent year.....	647	796	796
Balances no longer available:			
Unobligated balances rescinded.....		*	
Unobligated balances lapsing.....	-1,085	-602	-510
Capital transfers from revolving funds to general fund.....	-152	-198	-152
Unobligated balances carried forward, end of year (table 10).....	-45,309	-43,874	-41,693
Obligations incurred, net (table 9).....	94,720	103,337	105,308
Obligated balances brought forward, start of year (table 10).....	40,953	42,308	46,550
Adjustments of obligated balances in expired accounts.....	-210	-5	-6
Obligated balances carried forward, end of year (table 10).....	-42,308	-46,550	-53,352
Subtotal.....	93,155	99,089	98,500
Interfund transactions (see note to table 14).....	-513	-685	-600
Total administrative budget expenditures (tables 1 and 5).....	92,642	98,405	97,900
From new obligational authority.....			70,541
From balances of prior obligational authority.....			27,359

*Less than one-half million dollars.

Note.—This table (administrative budget and trust funds) summarizes and brings into relationship totals from the various other tabulations. The types of new obligational authority and the considerations involved in the various means of financing agency activities are explained on pages 146 to 149.

¹ Excludes appropriations to liquidate contract authorizations: 1963, \$804 million; 1964, \$942 million; 1965, \$1,350 million.

Table 8. RELATION OF AUTHORIZATIONS TO EXPENDITURES—Con.



(In millions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
TRUST FUNDS			
New obligational authority (tables 3 and 4): ²			
Current authorizations.....	3,940	354	4,236
Permanent authorizations.....	24,661	31,341	27,581
Total new obligational authority.....	28,602	31,695	31,817
Unobligated balances brought forward, start of year (table 10) ..	55,909	57,445	60,458
Balances no longer available: Unobligated balances lapsing.....	-32	-27	-27
Unobligated balances carried forward, end of year (table 10).....	-57,445	-60,458	-62,295
Obligations incurred, net (table 9).....	27,034	28,656	29,953
Obligated balances brought forward, start of year (table 10)	8,226	8,896	9,316
Adjustment for stock purchase, FNMA.....		101	
Obligated balances carried forward, end of year (table 10).....	-8,896	-9,316	-9,532
Subtotal.....	26,364	28,336	29,738
Government-sponsored enterprise expenditures.....	685	1,467	111
Interfund transactions (see note to table 14).....	-505	-488	-477
Total trust fund expenditures (tables 1 and 5).....	26,545	29,315	29,372
From new obligational authority.....			21,350
From balances of prior obligational authority.....			8,021

² Excludes appropriations to liquidate contract authorizations: 1963, \$4,139 million; 1964, \$4,482 million; 1965, \$4,856 million.

Table 9. OBLIGATIONS INCURRED, NET (in millions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
ADMINISTRATIVE BUDGET FUNDS			
Legislative Branch.....	142	157	197
The Judiciary.....	63	67	72
Executive Office of the President.....	23	25	29
Funds appropriated to the President.....	2,582	3,049	2,579
Department of Agriculture.....	7,991	7,329	5,888
Department of Commerce.....	776	896	958
Department of Defense:			
Military.....	49,002	51,631	51,943
Civil.....	1,104	1,180	1,240
Department of Health, Education, and Welfare.....	5,144	6,101	7,957
Department of the Interior.....	1,074	1,276	1,220
Department of Justice.....	314	342	365
Department of Labor.....	262	478	827
Post Office Department.....	808	651	551
Department of State.....	407	457	385
Treasury Department.....	11,049	11,883	12,388
Atomic Energy Commission.....	2,989	3,079	2,693
Federal Aviation Agency.....	734	892	814
General Services Administration.....	580	658	773
Housing and Home Finance Agency.....	466	857	1,198
National Aeronautics and Space Administration.....	3,460	5,397	5,421
Veterans Administration.....	5,214	5,382	5,092
Other independent agencies.....	472	1,185	1,085
District of Columbia.....	66	66	88
Allowance for attack on poverty.....			500
Allowance for civilian pay comparability.....			544
Allowance for contingencies.....		300	500
Total administrative budget.....	94,720	103,337	105,308
TRUST FUNDS			
Department of Commerce.....	3,951	3,816	3,815
Department of Health, Education, and Welfare.....	15,794	16,706	17,534
Department of Labor.....	3,816	3,571	3,459
Veterans Administration.....	846	642	492
Civil Service Commission.....	1,125	1,286	1,452
Railroad Retirement Board.....	1,115	1,129	1,144
Other agencies.....	387	1,507	2,058
Total trust funds.....	27,034	28,656	29,953

Note.—This table reflects the net obligations incurred, as explained on pages 146 and 147. For administrative budget funds, obligations are determined by deducting from the gross obligations the applicable receipts of public enterprise funds and intragovernmental funds, and the reimbursements to general fund and special fund appropriations. For trust funds, net obligations are determined by deducting from the gross obligations the applicable receipts of trust revolving funds and the reimbursements to trust fund appropriations.

Table 10. BALANCES OF OBLIGATIONAL AUTHORITY* (in millions of dollars)

Description	Start 1963		Start 1964— End 1963		Start 1965— End 1964		Start 1966— End 1965	
	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated
ADMINISTRATIVE BUDGET FUNDS								
Legislative Branch.....	45	33	37	45	24	37	39	34
The Judiciary.....	5	1	5	1	5	*	6	-----
Executive Office of the President.....	3	*	3	*	3	-----	4	-----
Funds appropriated to the President.....	3,765	6,433	4,098	9,508	4,329	8,678	4,375	8,899
Department of Agriculture.....	3,376	1,189	3,631	990	3,982	771	4,056	758
Department of Commerce.....	522	538	620	531	731	426	856	391
Department of Defense—Military.....	22,130	9,870	21,012	11,693	20,343	11,041	21,086	9,920
Department of Defense—Civil.....	279	77	254	66	293	35	341	9
Dept. of Health, Education, & Welfare.....	1,519	314	1,720	365	2,289	470	4,391	162
Department of the Interior.....	279	172	323	213	485	119	557	111
Department of Justice.....	21	15	17	15	29	14	51	14
Department of Labor.....	14	216	14	307	77	301	237	304
Post Office Department.....	366	7	407	13	512	7	588	7
Department of State.....	90	40	85	54	158	32	160	24
Treasury Department.....	138	278	158	267	167	255	219	260
Atomic Energy Commission.....	1,013	191	1,245	336	1,524	-----	1,482	-----
Federal Aviation Agency.....	352	233	357	246	459	167	444	105
General Services Administration.....	163	371	278	396	381	357	576	212
Housing and Home Finance Agency.....	3,582	9,283	3,630	9,328	4,275	10,493	5,324	9,813
National Aeronautics and Space Administration.....	824	334	1,730	548	2,726	392	3,157	275
Veterans Administration.....	295	555	335	851	368	833	394	1,034
Other independent agencies.....	2,171	8,727	2,348	9,438	3,340	9,264	4,510	9,197
District of Columbia.....	-----	96	-----	97	-----	81	-----	64
Special allowances.....	-----	-----	-----	-----	50	100	500	100
Total administrative budget.....	40,953	38,974	42,308	45,309	46,550	43,874	53,352	41,693
Recapitulation by type of balance:								
Appropriations.....	30,201	9,747	30,130	14,773	32,044	12,938	36,041	11,835
Authorizations to expend from debt receipts.....	6,782	20,628	6,055	21,113	7,635	20,990	9,801	20,472
Contract authorizations.....	2,192	2,649	2,749	2,382	2,819	3,245	2,522	2,582
Revolving and management funds.....	1,779	5,949	3,374	7,040	4,052	6,702	4,988	6,804
Total administrative budget.....	40,953	38,974	42,308	45,309	46,550	43,874	53,352	41,693
TRUST FUNDS								
Department of Commerce.....	5,231	3,085	6,139	2,718	6,374	2,617	6,516	2,591
Dept. of Health, Education, & Welfare.....	17	22,116	22	21,312	23	21,679	37	21,645
Department of Labor.....	7	5,824	8	6,269	23	6,890	39	7,364
Veterans Administration.....	331	6,517	349	6,383	357	6,460	361	6,682
Civil Service Commission.....	98	12,389	92	13,511	106	14,607	123	15,546
Railroad Retirement Board.....	86	3,698	90	3,699	90	3,788	90	3,923
Other agencies ¹	2,455	2,279	2,196	3,555	2,344	4,418	2,366	4,545
Total trust funds.....	8,226	55,909	8,896	57,445	9,316	60,458	9,532	62,295
Recapitulation by type of balance:								
Appropriations ¹	2,727	44,203	2,953	45,105	2,812	47,290	2,863	48,863
Authorizations to expend from debt receipts.....	17	865	—184	1,871	47	2,024	69	2,014
Contract authorizations.....	5,029	3,897	5,538	3,629	6,076	4,214	6,218	4,235
Revolving and management funds.....	453	6,944	589	6,841	382	6,930	382	7,183
Total trust funds.....	8,226	55,909	8,896	57,445	9,316	60,458	9,532	62,295

*Less than one-half million dollars.

Note.—For explanation of balances carried forward see page 148.

¹ Obligated balances include deposit funds.

Table 11. THE PUBLIC DEBT (in millions of dollars)

Description	1963 actual	1964 estimate	1965 estimate
PUBLIC DEBT HELD BY THE PUBLIC			
Public debt held by public, start of year	242,473	248,125	251,514
Change in public debt held by public during the year:			
Consolidated cash deficit or surplus (tables 1 and 2)	4,012	8,338	2,948
Receipts from exercise of monetary authority	-45	-50	-55
Increase or decrease in debt issued in lieu of checks (table A-3)	1,033	810	550
Increase or decrease in cash on hand	1,611	-3,921	-----
Net borrowing from or repayments to the public	6,612	5,177	3,443
Deduct net borrowing of Government enterprises from the public (included on preceding line) (table B-10)	961	1,787	538
Net increase in public debt held by the public	5,651	3,389	2,906
Public debt held by the public, end of year	248,125	251,514	254,420
PUBLIC DEBT HELD BY GOVERNMENT-ADMINISTERED FUNDS			
Public debt held by Government-administered funds, start of year	55,727	57,735	60,286
Change in public debt held by Government-administered funds during the year (table B-11)	2,007	2,552	2,294
Public debt held by Government-administered funds, end of year	57,735	60,286	62,580
COMPARISON OF PUBLIC DEBT WITH STATUTORY LIMITATION AT END OF YEAR			
Public debt:			
Held by the public	248,125	251,514	254,420
Held by Government-administered funds	57,735	60,286	62,580
Total public debt	305,860	311,800	317,000
Portion of Government enterprise debt subject to the public debt limitation	607	749	705
Portion of public debt not subject to limitation	-368	-360	-355
Debt subject to limitation, end of year	306,098	312,189	317,350
Statutory limitation on public debt, end of year:			
Under existing legislation	307,000	309,000	285,000
Under proposed legislation	-----	(¹)	(¹)

Note.—The first portion of this table reflects borrowing (or repayment thereof) through the issuance of U.S. securities to the public by both the Treasury and by certain "Government enterprises," a term used here to refer to activities which have authority to issue their own securities. The borrowing by such enterprises is then deducted to arrive at the changes in the public debt (a term which relates to securities issued by the Treasury). "Government-administered funds" in this table refers to activities which have authority to buy U.S. securities for investment purposes.

¹ To be determined later, when more reliable estimate of requirements may be possible.

Table 12. CIVILIAN EMPLOYMENT IN THE EXECUTIVE BRANCH

Description	As of June		
	1963 actual	1964 estimate	1965 estimate
Executive Office of the President.....	1,660	1,621	1,618
Department of Agriculture.....	112,488	116,800	115,376
Department of Commerce.....	32,338	34,603	34,945
Department of Defense:			
Military and military assistance ¹	1,017,117	1,007,000	989,920
Civil ²	32,648	32,293	31,831
Department of Health, Education, and Welfare.....	81,062	86,000	90,730
Department of the Interior.....	69,558	72,592	72,774
Department of Justice.....	32,081	32,759	32,759
Department of Labor.....	9,567	10,016	9,954
Post Office Department.....	587,161	593,100	597,900
Department of State:			
Agency for International Development.....	24,519	25,324	25,320
Peace Corps.....	16,782	16,500	15,700
.....	1,110	1,150	1,250
Treasury Department.....	86,579	88,433	90,427
Atomic Energy Commission.....	7,120	7,330	7,330
Federal Aviation Agency.....	46,313	46,400	46,450
General Services Administration.....	32,650	35,944	37,700
Housing and Home Finance Agency.....	14,160	14,410	15,144
National Aeronautics and Space Administration.....	29,934	32,600	33,800
Veterans Administration.....	172,864	173,021	173,754
Other:			
Civil Service Commission.....	4,085	4,125	4,079
Selective Service System.....	6,916	6,996	8,036
Small Business Administration.....	3,387	3,500	3,500
Tennessee Valley Authority.....	17,917	18,041	17,650
The Panama Canal.....	14,966	15,083	15,228
United States Information Agency.....	11,793	12,228	12,228
Miscellaneous independent agencies and other.....	23,513	24,531	25,797
Total.....	³ 2,490,288	2,512,400	2,511,200

Note.—The figures include tentative estimates for employment under appropriations proposed for later transmittal. In accordance with definitions of the Civil Service Commission, the figures cover both those employees who are working on June 30, and also part-time and intermittent employees who work at any time during the month of June.

¹ Consists of civilian employment for military functions and military assistance.

² Employment of the Panama Canal and the U.S. Soldiers' Home is included under "Other" below.

³ Excludes 7,411 project employees for the public works acceleration program.

SPECIAL FOREIGN CURRENCY PROGRAMS

SPECIAL FOREIGN CURRENCY PROGRAMS					
Translation of publications and scientific cooperation.....355	663	2,319	-----	-2,319	(Continuation of this program is provided under the National Science Foundation and the Department of Agriculture.)
TRANSITIONAL GRANTS TO ALASKA					
Transitional grants to Alaska..910	3,000	3,000	-----	-3,000	1964 was the last year of a five-year authorized program of grants to facilitate the transition to statehood.
Exp.	3,110	3,000	21	-2,979	
MISCELLANEOUS					
Obligations, defense aid, liquidation lend-lease program....152	8		-----		(Account is used only to pay old obligations.)
Total, funds appropriated to the President.	5,663,312	2,261,600	2,800,936	539,336	
NOA	2,247,497	2,817,186	2,533,099	-284,087	
Exp.					

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

AGRICULTURAL RESEARCH SERVICE						
General and special funds:						
Salaries and expenses.....	355	NOA	173,586	183,764	195,407	Supplemental in 1964 is for increased workload and for salary reclassification of meat inspectors. Decreases in 1965 contemplate (a) enactment of legislation to finance meat inspection on a self-supporting fee basis, (b) closing nonessential research stations, and (c) slowing fire ant eradication. These are partly offset by increases including staffing new laboratories, pesticide research and regulation, research construction, pay costs, meat and quarantine inspection.
				^ 840	^ -30,837	
Reappropriation.....		NOA	1,000	1,000		
Exp.			166,733	177,110	189,070	
				^ 800	^ -28,570	
Salaries and expenses (special foreign currency program).....	355	NOA	5,265	1,250	5,000	Increase expands use of excess foreign currencies for agricultural and forestry research in the economic, biological, and physical sciences.
		Exp.	4,208	5,880	9,750	
State experiment stations.....	355	Exp.	146	4		(Activities were transferred to Cooperative State Research Service.)
^ Proposed for separate transmittal.						-4

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
AGRICULTURAL RESEARCH SERVICE—Continued					
General and special funds—Continued					
Construction of facilities.....355 Exp.	3,983	2,390	543	-1,847	(New construction is funded under Salaries and expenses.)
Diseases of animals and poultry.....355 Exp.		13		-13	(Expenditures from the account are expected to be completed in 1964.)
Animal disease laboratory facilities.....355 Exp.	157	149		-149	(Construction in 1964 completes this installation, at Ames, Iowa.)
Research on strategic and critical materials.....355 Exp.		1		-1	(Expenditures from this account are expected to be completed in 1964.)
Establishment of an entomology research laboratory.....355 Exp.	390	10		-10	(Expenditures from this account are expected to be completed in 1964.)
Intragovernmental funds:					
Working capital fund, Agricultural Research Center.....355 Exp.	137				
Total, Agricultural Research Service.	179,851	186,014 A 840	200,407 A 30,837	-17,284	
	175,755	185,557 A 800	199,363 A 28,570	-15,564	
COOPERATIVE STATE RESEARCH SERVICE					
General and special funds:					
Payments and expenses.....355 NOA Exp.	38,262 37,992	41,633 41,630	42,460 42,460	827 830	Increase provides payments to State Agricultural Experiment Stations, partly offset by shift in financing of management to Office of Management Services.

EXTENSION SERVICE

Cooperative extension work, pay-
ments and expenses.....355 NOA
Exp.

Intragovernmental funds:

Advances and reimbursements 355 Exp.

Total, Extension Service..... NOA
Exp.

FARMER COOPERATIVE SERVICE

General and special funds:

Salaries and expenses.....355 NOA
Exp.

Intragovernmental funds:

Advances and reimbursements 355 Exp.

Total, Farmer Cooperative
Service..... NOA
Exp.

SOIL CONSERVATION SERVICE

General and special funds:

Conservation operations.....354 NOA
Exp.

Watershed protection.....354 NOA
Exp.

Flood prevention.....354 NOA
Exp.

Great Plains conservation pro-
gram.....354 NOA
Exp.

^a Proposed for separate transmittal.

75,343 74,678	80,180 80,110	77,679 77,808	-2,501 -2,302	Estimate provides for payments to States at level recommended in 1964 budget and for mandatory salary reform costs and retirement costs.
-135	-75	-----	75	
75,343 74,543	80,180 80,035	77,679 77,808	-2,501 -2,227	
704 688	1,201 1,141	1,102 1,117	-99 -24	Mandatory salary reform costs are more than offset by the shift in financing of management to Office of Management Services.
-34	109	-----	-109	
704 654	1,201 1,250	1,102 1,117	-99 -133	
93,988 92,997	98,043 97,545	98,750 98,300	707 755	Increase provides for soil surveys and mandatory salary reform costs partly offset by savings due to management improvements.
61,357 53,115	63,539 58,000	65,848 62,100	2,309 4,100	Estimate will start construction of about 36 watershed projects, continue 260, complete 35, provide advance engineering for 125, and increase comprehensive river basin surveys.
25,325 26,493	25,434 24,800	22,656 23,500	-2,778 -1,300	Decrease assumes use of \$3,800 thousand of the prior year unobligated balance to continue work in the 11 authorized watersheds.
12,354 9,746	13,617 10,940	14,744 11,725	1,127 785	Provides for increased cost-share funds for technical services, and for mandatory salary reform costs.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
SOIL CONSERVATION SERVICE—Con.					
General and special funds—Continued					
Resource conservation and devel- NOA					
opment.....354 Exp.	-----	1,500	2,044	544	Program includes planning and starting up to 10 pilot projects to main- tain and enhance the level of economic activity.
		394	2,400	2,006	
Total, Soil Conservation Serv- NOA	193,023	202,133	204,042	1,909	
ice. Exp.	182,351	191,679	198,025	6,346	
ECONOMIC RESEARCH SERVICE					
Salaries and expenses.....355 NOA	9,834	9,909	9,476	-433	Mandatory salary reform costs are more than offset by the shift in fi- nancing of management to Office of Management Services.
Exp.	9,742	9,795	9,511	-284	
STATISTICAL REPORTING SERVICE					
Salaries and expenses.....355 NOA	10,012	11,272	11,431	160	Increases for enumerative survey for crop and livestock estimates, cattle-on-feed reports, and mandatory salary reform costs, more than offset decreases for consumer surveys and the financing of management under Office of Management Services.
Exp.	10,019	11,108	11,402	294	
AGRICULTURAL MARKETING SERVICE					
Marketing research and service... NOA	41,018	42,476	43,975	-17,309	Supplemental in 1964 is for salary reclassification of poultry inspectors. Net decrease reflects a net reduction in research and legislation to finance certain marketing services on a fee basis, with increases in market news and mandatory salary reform costs.
Exp.	40,615	41,242	43,652	-14,149	
		166	16,393		
Payments to States and posses- NOA	1,425	1,500	1,425	-75	Estimate is reduced to the 1963 level of matching payments to the States for programs to improve marketing.
sions.....355 Exp.	1,425	1,500	1,425	-75	

Special milk program.....655	NOA	99,997	100,000	99,831	100,000		
Permanent.....	NOA	95,370	98,500	99,800	99,831		
Exp.....	Exp.				1,300		
School lunch program.....655	NOA	124,993	137,000	147,610	10,610		
Permanent.....	NOA	45,000	45,000	45,000			
Exp.....	Exp.	169,596	181,500	193,000	11,500		
Perishable agricultural commodities act fund (permanent, indefinite, special fund).....355	NOA	746	832	893	61		
	Exp.	773	884	908	24		
Removal of surplus agricultural commodities (permanent, indefinite).....351	NOA	244,611	271,276	173,727	97,549		
	Exp.	111,536	271,276	173,727	97,549		
655	NOA	20,248	44,625	51,125	6,500		
Exp.	Exp.	20,248	44,625	51,125	6,500		
Intragovernmental funds:							
Advances and reimbursements.....355	Exp.	—5	7		—7		
Total, Agricultural Marketing Service.	NOA	578,038	642,709	563,586	97,931		
	Exp.	439,556	639,534	563,637	92,456		
			166	16,393			
FOREIGN AGRICULTURAL SERVICE							
General and special funds:							
Salaries and expenses.....355	NOA	17,128	18,700	20,561	1,861		
Permanent, indefinite.....	NOA	3,117	3,117	3,117			
Exp.....	Exp.	11,934	15,459	18,142	2,683		
Salaries and expenses (special foreign currency program).....355	NOA	4,000					
	Exp.	4,628	4,000	3,200	—800		
Total, Foreign Agricultural Service.	NOA	24,245	21,817	23,678	1,861		
	Exp.	16,562	19,459	21,342	1,883		

Decrease in the direct appropriation and the increase in the permanent appropriation, (transferred from "Removal of surplus agricultural commodities"), reflect a shift in financing in 1965.

Increase provides for growth in the program and includes \$2 million for aid to needy schools.

An increase in license fee rates effective Jan. 1, 1963, allows improved administration of the license system.

30% of certain customs receipts is available to finance this and related Federal programs. Reduction reflects transfer to finance special milk program in 1965, partly offset by slight increase in receipts.

These funds available to finance the pilot food stamp program in 1965 provide for some expansion.

Increase is largely for expanded market development work abroad in both dollar and soft currency areas, and for mandatory salary reform costs.

There are adequate carryover balances of excess foreign currencies for this account.

^A Proposed for separate transmittal.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
COMMODITY EXCHANGE AUTHORITY					
General and special funds—Continued					
Salaries and expenses.....355	1,060	1,095	1,119	24	Estimate will continue licensing, auditing, supervisory and investigative activities, and provide for mandatory salary reform costs.
NOA	1,048	1,085	1,119	34	
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE					
Expenses, Agricultural Stabilization and Conservation Service.	95,344	106,550	114,562	—7,188	Supplemental in 1964 is to finance the administrative expenses of the feed grain program enacted after submission of the 1964 budget. Decrease results from savings to be realized from reducing the percentage of farms measured under wheat and feed-grain programs.
351	88,484	100,386	113,562	—2,024	
Exp.		15,200			
Sugar Act program351	77,650	78,000	87,500	3,100	Supplemental in 1964 is for payments resulting from unanticipated increases in production. Increase in 1965 assumes payments to sugar producers under existing law for increased production.
Exp.	76,929	6,400	87,659	—5,679	
Agricultural conservation program.....354	212,900	215,000	225,000	10,000	NOA in 1965 is for cost-sharing payments to farmers authorized in 1964; 1965 proposal is \$120 million (excluding administration), to be appropriated in 1966.
Exp.	210,788	220,760	220,090	—670	
Cropland conversion program: Contract authorization.....351	25,000	10,000	10,000	—	Supplemental in 1964 expands the program to shift cropland to less intensive usage. Proposed legislation would provide for \$50 million annually. Supplemental in 1965 would continue program at the new 1964 level.
NOA		40,000	40,000	(2,650)	
Appropriation to liquidate contract authorization.	(2,000)	(11,350)	(10,000)		
	3,996	(43,000)	(47,000)	—	
		11,350	10,000	—2,680	
		43,000	41,670		

Conservation reserve program..351	NOA	304,000	294,000	198,000	-96,000	Requirements for annual rental payments will decrease in 1965 with contracts expiring on about 6.7 million acres during 1964.
Exp.	Exp.	305,378	293,129	200,000	-93,129	
Acreage allotments and marketing quotas.....351	Exp.	78	11	-----	-11	(This account is merged with "Expenses, Agricultural Stabilization and Conservation Service.")
Emergency conservation measures.....354	Exp.	2,701	5,000	4,936	-64	(Payments are for cost-sharing assistance to farmers to rehabilitate lands damaged by natural disasters.)
Intragovernmental funds:						
Administrative expenses, sec. 392, Agricultural Adjustment Act of 1938.....355	Exp.	2,761	16	-----	-16	(This account is merged with "Expenses, Agricultural Stabilization and Conservation Service.")
Local Administration, sec. 388, Agricultural Adjustment Act of 1938.....355	Exp.	8,249	65	-----	-65	(This account is merged with "Expenses, Agricultural Stabilization and Conservation Service.")
Total, Agricultural Stabilization and Conservation Service.	NOA	714,894	703,550	635,062	-90,088	
Exp.	Exp.	699,364	717,655	636,247	-104,338	
			64,600	41,670		
FOREIGN ASSISTANCE AND COMMODITY CREDIT CORPORATION						
Foreign Assistance Programs						
General and special funds:						
Public Law 480:						
Sale of commodities for foreign currencies.....351	NOA	1,588,804	1,452,000	1,893,000	441,000	Expenditures for the five following items are the expenditures made by the Government (through Commodity Credit Corporation) in each year for the respective program.
Exp.	Exp.	1,483,030	1,609,270	1,081,000	-528,270	
Grants of commodities for famine relief.....152	NOA	250,000	215,451	264,000	48,549	Decrease in expenditures results primarily from estimated reduction in unit costs of agricultural commodities (principally wheat) sold abroad for foreign currencies.
Exp.	Exp.	215,593	245,860	243,547	-2,313	
Losses on long-term sales contracts.....351	NOA	40,000	52,515	58,000	5,485	Volume of commodities donated is estimated to continue at a slightly higher level in 1965 with some reduction in ocean transportation costs.
Exp.	Exp.	80,223	225,305	297,015	71,710	
International Wheat Agreement 351	NOA	81,218	86,218	31,838	-54,380	It is estimated that long-term sales for dollars will continue to increase in 1965.
Exp.	Exp.	74,167	100,603	179	-100,424	

^A Proposed for separate transmittal.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FOREIGN ASSISTANCE AND COMMODITY CREDIT CORPORATION—Continued					
Foreign Assistance Programs—Continued					
General and special funds—Continued					
Bartered materials for supplemental stockpile.....351 Exp.	125,000 99,662	82,860 86,338	120,000 81,000	37,140 -5,338	Estimate is for the value of strategic materials acquired by barter and transferred to the supplemental stockpile.
Subtotal.....NOA Exp.	2,085,022 1,952,675	1,889,044 2,267,376	2,366,838 1,702,741	477,794 -564,635	
Increase (—) or decrease in amount owed by general fund to Commodity Credit Corporation.	138,347	-388,347	674,112	1,062,459	Expenditures shown above have been made by the Commodity Credit Corporation in advance of appropriations in some years. This adjustment line brings the total of this group to the amounts paid by the appropriation to the Corporation during each year.
Total, foreign assistance programs.....NOA Exp.	2,085,022 2,091,022	1,889,044 1,879,029	2,366,838 2,376,853	477,794 497,824	
Commodity Credit Corporation					
Price Support and Related Programs					
Public enterprise funds:					
Price support and related programs: 351					
Contract authorization.....NOA	740,513	(315,067)	(599,932)	(284,865)	
Appropriation to liquidate contract authorization.					
Reimbursement for net realized losses.	2,278,455	2,384,333	1,124,068	-1,260,265	Request is for needed capital for the Corporation, reimbursing it for a portion of its 1963 realized losses.
Limitation on administrative expenses.	(43,188)	(41,650)	(37,650)	(-4,000)	
	3,117,377	1,813,227	1,838,717	-204,510	(Reduction in expenditures of \$230 million is based on proposed legislation for new programs for cotton and dairy products.)
			A -230,000		

Special milk program: 655 Reimbursement for costs for special milk program.	NOA Exp.	92,243 -1,643					(Program is now being financed through an appropriation under the Agricultural Marketing Service.)
Total, price support and related programs.	NOA Exp.	3,111,211 3,115,734	2,384,333 1,813,227	1,124,068 1,838,717 A-230,000	-1,260,265 -204,510		
Special Activities							
Intragovernmental funds:							
Military housing, barter and ex- change.....	Exp. 351	-1,635	-2,416	-2,000	416		The facilities of the Commodity Credit Corporation are available by law for carrying out the various programs listed. Subsequent re- covery of costs incurred is made from special revenues, appropriations or from other agencies.
National Wool Act (permanent, indefinite).....	NOA Exp. 351	69,165 63,165	90,179 79,292	80,500 54,538	-9,679 -24,754		(Receipts are from Department of Defense for housing constructed in France, using foreign currencies acquired by sale of agricultural commodities.)
Migratory waterfowl feed.....	Exp. 351	42					Decrease in 1965 results from non-recurring doubling-up of payments in 1964 to coincide with marketing year.
Surplus grain for game birds.....	Exp. 351	36	45	45			(This item now included in Department of Interior.)
Loans for conservation pur- poses.....	Exp. 354	7,900					(Grain is made available to Department of Interior and to States to feed starving migratory birds.)
Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corpora- tion.....	Exp. 351	167	305		-305		(Corporation funds may be loaned to the Secretary of Agriculture to carry out the agricultural conservation program. No net borrowings are expected in 1965.)
Subtotal.....	NOA Exp.	69,165 69,675	90,179 77,226	80,500 52,583	-9,679 -24,643		(The Corporation is authorized to sell cotton released from the national stockpile. Proceeds, less costs incurred, are deposited in the Treasury as miscellaneous receipts.)

^A Proposed for separate transmittal.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FOREIGN ASSISTANCE AND COMMODITY CREDIT CORPORATION—Continued					
Commodity Credit Corporation—Continued					
Special Activities—Continued					
Intragovernmental funds—Continued					
Increase or decrease (—) in amount Exp. owed by general fund for foreign assistance programs.	-138,347	388,347	-674,112	-1,062,459	Expenditures made through the Commodity Credit Corporation for foreign assistance programs are included on the respective lines of the foreign assistance group. This adjustment brings the total of this group to the net expenditures for special activities funded by the Corporation during each year.
Total, special activities financed by Commodity Credit Corporation.	69,165 -68,672	90,179 465,573	80,500 -621,529	-9,679 -1,087,102	
Total, Commodity Credit Corporation price support and related programs, and special activities.	3,180,376 3,047,062	2,474,512 2,278,800	1,204,568 1,217,188 A-230,000	-705,865 -1,291,612	
Total, foreign assistance program and Commodity Credit Corporation.	5,265,398 5,138,084	4,363,556 4,157,829	3,571,406 3,594,041 A-230,000	-792,150 -793,788	
FEDERAL CROP INSURANCE CORPORATION					
General and special funds:					
Operating and administrative expenses.....	6,795 6,794	7,058 7,752	6,942 6,799	-116 -953	Decrease in 1965 is from shift in financing of activities to Office of Inspector General. Program is maintained at the 1964 level.

Public enterprise funds:							
Federal Crop Insurance Corporation Fund:							
Limitation on administrative expenses.....	351	Exp.	(3,265) 7,713	(3,505) -1,744	(3,649) -4,096	(144) -2,352	(Increase is for mandatory salary reform costs and expansion of the crop insurance program in 1964.)
Total, Federal Crop Insurance Corporation.		NOA Exp.	6,795 14,507	7,058 6,008	6,942 2,703	-116 -3,305	
RURAL ELECTRIFICATION ADMINISTRATION							
General and special funds:							
Loans (authorization to expend from debt receipts).....	353	NOA Exp.	480,000 331,656	495,000 377,000 A -169,000	428,000 A -347,000 383,000 A -178,000	-414,000 -3,000	NOA of \$428 million, plus balance from previous years, will provide for estimated loan commitments of \$300 million for electrification and \$85 million for telephone and for \$65 million reserve. Proposed legislation permits loan receipts to be used to reduce expenditures in 1964, and both NOA and expenditures in 1965.
Salaries and expenses.....	353	NOA Exp.	10,440 10,396	11,247 11,056	11,518 11,446	271 390	Increase provides for additional staff and for mandatory salary reform costs, partly offset by decrease from shift in financing of activities to the Office of Inspector General.
Total, Rural Electrification Administration.		NOA Exp.	490,440 342,052	506,247 388,056 A -169,000	439,518 A -347,000 394,446 A -178,000	-413,729 -2,610	
FARMERS HOME ADMINISTRATION							
Rural housing grants and loans.....	352	Exp.	1,006	4,355	2,500	-1,855	(Existing funds are sufficient for enlargement and development loans and repair and improvement grants through 1965.)
Loan authorizations.....	352						
Authorization to expend from debt receipts.....		NOA	50,000				NOA provided in 1963 was for a new program of housing loans to elderly individuals in rural areas. NOA provided in 1964 is for rural housing loans to other than the elderly. Expenditures (including use of balances of prior NOA) will decline in 1965 as the proposed loan insurance program becomes operative.
Appropriations.....		NOA Exp.	183,197	25,000 155,900	20,700	-25,000 -115,200	

A Proposed for separate transmittal.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FARMERS HOME ADMINISTRATION— Continued					
General and special funds—Continued					
Salaries and expenses.....352 NOA	35,742	38,831	40,284	4,453	Increase in 1965 is for administrative costs of expanded programs and mandatory salary reform costs and is partly offset by decrease from shift in financing of activities to Office of Inspector General. Supplemental in 1965 is for administrative expenses related to the proposed insured loan program.
Exp.	35,690	38,809	40,800	4,841	
			42,850		
Rural renewal.....352 NOA		1,200	2,190	990	Estimate provides for 6 projects in a pilot program of technical and loan assistance to local public bodies for rural economic development.
Exp.		1,185	2,185	1,000	
Public enterprise funds:					
Direct loan account.....352 Exp.	55,012	77,002	3,431	-73,571	(Receipts and balances will more than cover proposed \$325 million loan program, interest and incidental costs.)
Emergency credit revolving fund 352 Exp.	7,384	13,438	5,865	-7,573	(Receipts and balances will finance estimated \$69 million program including administrative expenses.)
Agricultural credit insurance fund (indefinite permanent authori- zation to expend from debt receipts).....352	15,071 13,549	3,131 5,063	6,541 5,744	3,410 681	The agency has permanent authority to borrow from Treasury for this account. Sale of loans will increase in 1965. Contingent liabilities for insured loans are estimated at \$804 million.
Rural housing for the elderly re- volving fund.....352 NOA Exp.	1,000	3,500 4,500	5,000 4,525	1,500 25	Estimate in 1965 will increase capital, used for loans to nonprofit institu- tions to finance rental housing for the elderly in rural areas.

[illegible]

A Proposed for separate transmittal.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
CENTENNIAL OBSERVANCE OF AGRICULTURE					
General and special funds—Continued					
Salaries and expenses.....355 Exp.	59				(The purposes of the account have been met.)
NATIONAL AGRICULTURAL LIBRARY					
Salaries and expenses.....355 NOA Exp.	1,185 1,154	1,426 1,395	1,347 1,254	—79 —141	Mandatory salary reform costs are more than offset by the shift in financing of management to Office of Management Services.
Library facilities.....355 NOA Exp.		450 450	7,000 335	6,550 —115	Increase provides for construction of the National Agricultural Library, Beltsville, Md. Planning funds were provided in 1964.
Total, National Agricultural Library.	1,185 1,154	1,876 1,845	8,347 1,589	6,471 —256	
OFFICE OF MANAGEMENT SERVICES					
Salaries and expenses.....355 NOA Exp.			2,527 2,513	2,527 2,513	Provides central financing of management services for a number of smaller Department agencies, previously financed from other accounts.
GENERAL ADMINISTRATION					
Salaries and expenses.....355 NOA Exp.	3,477 3,250	3,750 3,830	3,372 3,372	—378 —458	Mandatory salary reform costs and additional assistants in the immediate Office of the Secretary are more than offset by the shift in financing of management, audit, and investigation to the Office of Management Services and the Office of the Inspector General.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1963 enacted	1964 estimate	1965 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FOREST SERVICE—Continued					
General and special funds—Continued					
Assistance to States for tree planting—NOA Exp.-----402	1,000 1,201	1,000 1,000	1,000 1,000	----- -----	Aid is given, mainly through grants, for reforestation work.
Expenses, brush disposal (permanent, indefinite, special fund)---402	8,758 7,642	9,000 8,800	9,200 9,100	200 300	Certain receipts from purchasers of timber are applied to restoration of timber sale areas.
Roads and trails for States, national forests fund (permanent, indefinite, special fund)-----402	10,900 10,900	12,001 12,001	12,400 12,400	399 399	Permanent law makes available 10% of national forest receipts for construction and maintenance of roads and trails in national forests within the States from which the receipts were derived.
Forest fire prevention (permanent, indefinite, special fund)-----402	28 11	45 29	25 30	-20 1	Fees for use of "Smokey Bear" are available for forest fire prevention campaign.
Restoration of forest lands and improvements (permanent, indefinite, special fund)-----402	21 7	100 100	100 100	----- -----	Receipts from claims settlements and forfeitures of deposits are used for restorations.
Payments to Minnesota (Cook, Lake, and St. Louis Counties) from the national forest fund (permanent, indefinite, special fund)-----402	125 125	131 131	133 133	2 2	Certain receipts are distributed to three counties in which Superior National Forest lands are located.
Payments to counties, national grasslands (permanent, indefinite, special fund)-----402	390 394	438 438	450 450	12 12	Permanent law makes available 25% of national grassland receipts for payment to counties for schools and roads.

	NOA	80	100	110	10	
Payments to school funds, Arizona and New Mexico, act of June 20, 1910 (receipt limitation) (permanent, indefinite) -----402	Exp.	80	100	110	10	These States are paid a share of the national forest receipts for school purposes.
Payments to States, National forests fund (permanent, indefinite, special fund) -----402	NOA Exp.	27,235 27,235	29,994 29,994	31,100 31,100	1,106 1,106	With minor exceptions, 25% of the national forest receipts goes to the States for schools and roads.
Intragovernmental funds:						
Advances and reimbursements, 402	Exp.	273	4	-----	-4	
Working capital fund, Forest Service -----402	Exp.	-17	-910	-303	607	
Total, Forest Service -----	NOA Exp.	331,659 287,116	327,854 A 13,000 325,873 A 12,500	337,756 320,586 A 500	-3,098 -17,287	
Total, Department of Agriculture -----	NOA Exp.	8,031,720 7,735,260	7,189,287 A 75,613 7,068,485 A -90,934	6,209,424 A -253,472 6,182,508 A -367,943	-1,308,948 -1,162,986	
DEPARTMENT OF COMMERCE						
GENERAL ADMINISTRATION						
General and special funds:						
Salaries and expenses -----506	NOA Exp.	3,851 3,864	4,000 3,750	4,350 4,100	350 350	Increase is to staff approved positions for the full fiscal year and to meet mandatory salary reform costs.
Participation in Century 21 Exposition -----506	Exp.	1,561	41	-----	-41	(Activity was completed in 1962. Payments are prior obligations.)
Participation in New York World's Fair -----506	Exp.	2,294	9,232	2,957	-6,274	(Fair opens Apr. 21, 1964. Government personnel will manage and maintain exhibits in the Federal pavilion.)

A Proposed for separate transmittal.

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

General and special funds:

SALARIES AND EXPENSES

For expenses necessary to perform agricultural research relating to production, utilization, nutrition and consumer use, to control and eradicate pests and plant and animal diseases, and to perform related inspection, quarantine and regulatory work, and meat inspection: *Provided*, That appropriations hereunder shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$75,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed two for replacement only: *Provided further*, That appropriations hereunder shall be available pursuant to title 5, United States Code, section 565a, for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building (except headhouses connecting greenhouses) shall not exceed \$20,000, except for [three] five buildings to be constructed or improved at a cost not to exceed \$45,000 each, and the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater: *Provided further*, That the limitations on alterations contained in this Act shall not apply to a total of \$100,000 for facilities at Beltsville, Maryland:

Research: For research and demonstrations on the production and utilization of agricultural products; home economics or nutrition and consumer use of agricultural and associated products; and related research and services; and for acquisition of land by donation, exchange, or purchase at a nominal cost not to exceed \$100, [\$91,496,700: *Provided*, That, in addition, not to exceed \$15,000,000 may be transferred from the Commodity Credit Corporation to this appropriation, in accordance with the Act of June 29, 1948 (5 U.S.C. 714b), for utilization research and development, cost of production research, and other related research designed to reduce surplus commodities held or to be held by the Commodity Credit Corporation, including \$10,000,000 for the planning, construction, alteration and equipping of research facilities, which amount shall remain available until expended: *Provided further*, That hereafter the Administrator of the Agricultural Research Service may enter into agreements with and receive funds from any State, other political subdivision, organization, or individual for the purpose of conducting cooperative research projects with such cooperators] \$98,615,000, of which \$2,394,300 shall remain available until expended for construction, alteration, and improvement of facilities, without regard to limitations contained in the above preamble: *Provided [further]*, That the limitations contained herein shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113(a)): *Provided further*, That the Secretary of Agriculture is authorized to acquire approximately two-tenths of an acre of land at Pasadena, California];

Plant and animal disease and pest control: For operations and measures, not otherwise provided for, to control and eradicate pests and plant and animal diseases and for carrying out assigned inspection, quarantine, and regulatory activities, as authorized by law, including expenses pursuant to the Act of February 28, 1947, as amended (21 U.S.C. 114b-c), [\$64,449,000] \$65,955,000, of which \$1,500,000 shall be apportioned for use pursuant to section 3679 of the Revised Statutes, as amended, for the control of outbreaks of insects and plant diseases to the extent necessary to meet emergency conditions: *Provided*, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by any State of at least 40 per centum: *Provided further*, That no funds shall be available for carrying out the screwworm eradication program that does not require minimum matching by State or local sources of at least 50 per centum of the expenses of production, irradiation, and release of the screwworm flies: *Provided further*, That, in addition, in emergencies which threaten the livestock or poultry industries of the country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as he may deem necessary, to be available only in such emergencies for the arrest and eradication of foot-and-mouth disease, rinderpest, contagious pleuropneumonia, or other contagious or

infectious diseases of animals, or European fowl pest and similar diseases in poultry, and for expenses in accordance with the Act of February 28, 1947, as amended, and any unexpended balances of funds transferred under this head in the next preceding fiscal year shall be merged with such transferred amounts;

Meat inspection: For carrying out the provisions of laws relating to Federal inspection of meat, and meat-food products, and the applicable provisions of the laws relating to process or renovated butter, [\$27,931,000] \$30,837,000;

Special fund: To provide for additional labor to be employed under contracts and cooperative agreements to strengthen the work at research installations in the field, not more than \$1,000,000 of the amount appropriated under this head for the previous fiscal year may be used by the Administrator of the Agricultural Research Service in departmental research programs in the current fiscal year, the amount so used to be transferred to and merged with the appropriation otherwise available under "Salaries and expenses, Research". (5 U.S.C. 511-512, 524, 541c-541e, 563-564, 565a, 576, 2131; 7 U.S.C. 135-135k, 145-148a, 148c-164a, 166-167, 281-283, 391, 394-396, 401-404, 421-422a, 424-425, 427, 427i, 428a, 429-431, 433-434, 436-437, 450, 851-855, 1292, 1651-1656, 1704, 1901-1906; 10 U.S.C. 2306; 16 U.S.C. 69e; 16 U.S.C. 581-581a, 581f, 590a-590b, 590f, 590k; 18 U.S.C. 287, 1114; 19 U.S.C. 1201, 1306; 20 U.S.C. 191-194; 21 U.S.C. 71-91, 94-96, 98, 101-105, 111-114c, 114e-131, 134-134h, 151-158, 342a, 346-346a; 26 U.S.C. 4817, 7235c; 31 U.S.C. 725a; 42 U.S.C. 1476b-1476d, 1483, 1891-1893; 45 U.S.C. 71-74; 46 U.S.C. 466a-466b; 48 U.S.C. 1409m-1409o; 49 U.S.C. 1474(a), 1509; 46 Stat. 67; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$158 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$154 thousand.

"Salaries and expenses," Office of Management Services, \$4 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Research:			
(a) Farm research.....	58,624	64,110	66,671
(b) Utilization research and develop- ment.....	20,569	25,369	25,453
(c) Nutrition and consumer use re- search.....	2,713	2,829	3,097
(d) Construction of facilities.....	174	700	2,896
(e) Contingencies.....		1,000	1,000
Total, research.....	82,080	94,008	99,117
2. Plant and animal disease and pest control:			
(a) Plant disease and pest control.....	23,803	25,815	26,368
(b) Animal disease and pest control.....	33,412	37,118	37,273
(c) Pesticides regulation.....	1,350	1,480	2,314
Total, plant and animal disease and pest control.....	58,565	64,413	65,955
3. Meat inspection.....	26,323	27,897	30,837
Total program costs, funded ¹	166,968	186,318	195,909
Change in selected resources ²	4,938	876	-502
Total obligations.....	171,906	187,194	195,407
Financing:			
Comparative transfers to other accounts.....	140	158	-----
Unobligated balance brought forward.....	-2,750	-2,587	-----
Reimbursements for emergency preparedness functions.....		-1	-----
Unobligated balance carried forward.....	2,587	-----	-----
Unobligated balance lapsing.....	2,703	-----	-----
New obligational authority.....	174,586	184,764	195,407

AGRICULTURAL RESEARCH SERVICE—Continued**General and special funds—Continued****SALARIES AND EXPENSES—Continued****Program and Financing (in thousands of dollars)—Continued**

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	170,326	183,877	195,407
Transferred to—			
"Operating expenses, Public Buildings Service, General Services Administration (76 Stat. 728 and 77 Stat. 436)....."	-50	-113	-----
"Salaries and expenses, general administration" (76 Stat. 1212).....	-3	-----	-----
Transferred from "Special milk program," Agricultural Marketing Service (77 Stat. 34).....	3,314	-----	-----
Appropriation (adjusted).....	173,586	183,764	195,407
Reappropriation.....	1,000	1,000	-----

¹ Includes capital outlay as follows: 1963, \$7,883 thousand; 1964, \$10,000 thousand; 1965, \$12,000 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores.....	387	-----	581	581	581
Unpaid undelivered orders.....	8,134	-163	12,863	13,739	13,237
Advances.....	883	-----	735	735	735
Total selected resources...	9,404	-163	14,179	15,055	14,553

The Service conducts basic and applied research relating to the production and utilization of agricultural products, research on nutrition and consumer use, and carries out those control and regulatory programs of the Department which involve enforcement of plant and animal quarantines, meat inspection, the control of diseases and insect pests of animals and plants, and related work.

1. *Research*—(a) *Farm research*.—Improved breeding, feeding, and management practices are developed for farm livestock, poultry, and domestic fur animals. Practical methods are sought for control of diseases and parasites affecting them.

Investigations are conducted to improve varieties of food, feed, fiber and other plants, and to develop new crops; to improve crop-production practices, including methods to control plant diseases and nematodes; and to improve chemical, biological, and other methods for control of harmful pests affecting farm production.

Research is conducted to improve fertilizers, soil management, irrigation, and conservation practices; to study hydrologic problems of agricultural watersheds; to determine the relation of soils to plants, animals, and human nutrition; and to apply engineering principles to improve efficiency and reduce costs of agricultural production.

Continuous review is maintained to emphasize work which will meet the problems of agricultural surpluses. The research is aimed at the profitable production of an adequate supply of food, feed, fiber, and other agricultural products of desired quality at minimum costs. Increased attention has been given to the production of agricultural products having industrial uses. The proportion of farm research funds going into basic research has steadily increased, and is currently estimated at 38% of the total funds for research. This basic research undergirds the other research efforts.

The 1965 estimates include increases for staffing new and expanded laboratories and watershed research centers;

research to avoid or minimize hazards associated with the control of agricultural pests and the use of agricultural chemicals; and foot-and-mouth and other exotic diseases of livestock. These are partially offset by eliminating several small field stations.

(b) *Utilization research and development*.—Chemical, physical, and biological research is conducted to develop increased industrial uses of farm products, and new and improved foods, feeds, and fabrics; and to develop improved methods for processing agricultural commodities.

(c) *Nutrition and consumer use research*.—Studies are made of nutrition, consumer use and food economics, and clothing and housing. An increase for research on food science is included in the 1965 estimates.

(d) *Construction of facilities*.—In 1963, \$2,780 thousand was provided for construction and improvements at six locations which are expected to be completed in 1965. The 1965 estimates include increases for facilities for sugar-beet, pasture and range research at Fort Collins, Colo., and for construction and improvements to support activities, principally research, at Beltsville, Md.

(e) *Contingencies*.—Beginning in 1962, \$1 million is available to meet urgent research needs that develop unexpectedly during the year, when such needs cannot be met by redirection of resources from other projects.

2. *Plant and animal disease and pest control*—(a) *Plant disease and pest control*.—Provision is made (1) through port-of-entry inspection to exclude from this country destructive insects, plant diseases, and nematodes that cause great damage to agricultural crops in other parts of the world; (2) to cooperate with States in eradicating or preventing spread of crop pests that become established in this country; and (3) to assist States in suppressing incipient and emergency outbreaks of crop pests when and where they occur. Increases proposed in 1965 are for strengthening plant quarantine protection necessary at ports-of-entry because of increased travel and shipping; offset by a decrease in the imported fire-ant control program.

The volume of workload is indicated in the following table (in thousands):

	1961 actual	1962 actual	1963 actual
Inspections at ports of entry:			
Airplanes.....	130	137	146
Vessels.....	57	60	60
Vehicles from Mexico.....	24,250	24,753	25,962
Baggage, pieces of.....	22,637	23,514	27,934
Interceptions of unauthorized plant material.....	324	385	395

(b) *Animal disease and pest control*.—Programs are conducted to exclude communicable diseases of foreign origin from this country; to prevent the spread of diseases through interstate shipments of livestock or distribution of impure or impotent veterinary biologics; to control and eradicate livestock diseases; and to maintain, through a marketing agreement with manufacturers and handlers, adequate supplies of hog cholera virus and serum for protection of swine. The estimates for 1965 propose increases for more adequate animal inspection and quarantine at ports to reduce the hazard of introduction of foreign animal diseases; expansion of the hog cholera program and activities relating to veterinary biologics under the Virus Serum Toxin Act, offset by decreases in scabies eradication and screwworm inspection activities to prevent reinfestations in the Southeast.

The volume of protective activities is indicated by selected examples in the following table (in thousands):

	1961 actual	1962 actual	1963 actual
Animal import inspection:			
All animals.....	741	1,306	1,357
Import animal byproduct:			
Wool, bone, glands, etc. (pounds).....	606,325	759,819	850,719
Hides and skins (pounds).....	257,121	317,109	240,537
Sheep inspected for scabies.....	12,031	12,772	15,531
Scabies-infected sheep found.....	70	62	20
Cattle inspected for scabies.....	7,661	8,159	13,465
Scabies-infected cattle found.....	36	2	-----
Inspections and dippings for cattle fever ticks.....	2,594	2,398	2,411
Cattle tested for tuberculosis.....	9,788	9,219	8,395
Tuberculosis reactors found.....	15	11	8
Lots tested for brucellosis:			
Blood tests.....	1,333	1,552	1,916
Ring tests.....	1,745	1,725	1,633
Brucellosis reactors found.....	140	127	132
Animals inspected at public stockyards.....	60,265	59,033	56,874
Diseased animals received or found.....	391	477	520
Supervision of production of veterinary biologics:			
Hog-cholera virus and anti-hog-cholera serum (doses).....	37,970	38,388	39,428
Hog-cholera vaccine (doses).....	37,452	53,974	49,929
Other vaccines (doses).....	4,471,761	4,288,335	4,702,684
Total bacterins (doses).....	131,484	169,568	203,356
Diagnostic agents (doses).....	48,185	65,239	56,550
Other serums (doses).....	7,715	7,265	8,640

(c) *Pesticides regulation.*—This activity is concerned with administration of the Federal Insecticide, Fungicide, and Rodenticide Act, and related provisions of the Federal Food, Drug, and Cosmetic Act. The 1965 estimates propose an increase for handling increased registration and enforcement activities.

3. *Meat inspection.*—Federal meat inspection is required for all meat in interstate commerce and is conducted to assure a clean and wholesome meat supply for human consumption, free from adulteration, and truthfully labeled. The work includes inspection of animals, carcasses and meat, and meat-food products at various stages of handling and processing. Measures are enforced to insure informative labeling, and meats imported or exported are inspected. The estimates for 1965 include a proposed increase for additional inspection staff to service the expanding needs for Federal meat inspection, and for reclassification of meat inspectors.

The volume of inspections and examinations is indicated by examples given in the following table:

	1961 actual	1962 actual	1963 actual
Number of establishments covered.....	1,451	1,511	1,590
Cities in which plants are located.....	599	623	672
Inspection of live animals.....	104,329,407	107,108,967	109,391,017
Post mortem inspections.....	104,324,593	107,104,052	109,385,402
Animals and carcasses condemned.....	285,161	283,969	265,829
Inspection of processed meat and meat-food products (million pounds).....	18,461	18,806	19,050

A supplemental for 1964 is anticipated for separate transmittal. Legislation will be proposed to place meat inspection on a self-supporting basis resulting in a reduction of \$30,837 thousand for 1965.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL RESEARCH SERVICE			
11 Personnel compensation:			
Permanent positions.....	106,472	115,689	122,869
Positions other than permanent.....	4,726	5,373	4,698
Other personnel compensation.....	1,134	2,108	1,646
Total personnel compensation.....	112,332	123,170	129,213
12 Personnel benefits.....	8,419	9,297	9,862

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL RESEARCH SERVICE—Continued			
21 Travel and transportation of persons.....	5,289	5,530	5,640
22 Transportation of things.....	878	950	1,070
23 Rent, communications, and utilities.....	3,007	3,420	3,520
24 Printing and reproduction.....	930	1,000	1,050
25 Other services.....	14,035	12,710	12,260
Services of other agencies.....	5,949	5,890	7,280
26 Supplies and materials.....	11,090	11,681	12,285
31 Equipment.....	6,843	7,230	7,690
32 Lands and structures.....	1,301	1,720	1,296
41 Grants, subsidies, and contributions:			
Grants for research.....	146	245	372
Payment to Mexican-U.S. Commission for the Prevention of Foot-and-Mouth Disease.....	20	24	24
42 Insurance claims and indemnities:	5	-----	-----
Indemnities:			
Tuberculosis.....	209	300	300
Brucellosis.....	1,405	1,400	1,400
Scrapie of sheep.....	119	393	250
Hog cholera.....	-----	200	600
Claims—Federal Tort Claims Act.....	9	-----	-----
Subtotal.....	171,986	185,160	194,112
Deduct quarters and subsistence charges.....	98	98	98
Total, Agricultural Research Service.....	171,888	185,062	194,014
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25 Other services.....	18	139	117
32 Lands and structures.....	-----	1,993	1,276
Total, General Services Administration.....	18	2,132	1,393
Total obligations.....	171,906	187,194	195,407

Personnel Summary

Total number of permanent positions.....	17,489	18,236	18,200
Full-time equivalent of other positions.....	1,168	1,303	1,116
Average number of employees.....	16,756	17,516	17,808
Employee in permanent positions, end of year.....	16,649	17,002	17,077
Employees in other positions, end of year.....	2,087	2,127	2,022
Average GS grade.....	8.0	8.0	8.2
Average GS salary.....	\$7,256	\$7,616	\$7,705
Average salary of ungraded positions.....	\$4,643	\$4,665	\$4,774

Proposed for separate transmittal:

SALARIES AND EXPENSES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Meat inspection (costs—obligations).....	-----	840	-----
Financing:			
New obligational authority (proposed supplemental appropriation).....	-----	840	-----

Under existing legislation, 1964.—A supplemental appropriation is anticipated for Federal meat inspection, \$90 thousand for reclassification of non-veterinarian meat inspector positions and \$750 thousand for the expanding workload.

AGRICULTURAL RESEARCH SERVICE—Continued

General and special funds—Continued

Proposed for separate transmittal—Continued

SALARIES AND EXPENSES—Continued

Late in August 1963 the Civil Service Commission released meat inspector classification standards which will raise the grade level classification of approximately 1,470 positions in the Meat Inspection Division. The tentative supplemental estimate of \$90 thousand represents the mandatory cost of reclassification for the last quarter of the year. The annual cost of all reclassification in 1965 is estimated at an additional \$771 thousand.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Meat inspection (costs—obligations)-----			-30,837
Financing:			
New obligational authority (proposed supplemental appropriation)-----			-30,837

Under proposed legislation, 1965.—A reduction of \$30,837 thousand is anticipated for 1965 under legislation being proposed to amend the Meat Inspection Act, as amended, to place this service on a self-supporting basis. In addition, the legislation would propose a funding mechanism for reimbursement by meatpacking plants for inspection services rendered.

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

For [purchase of] payments in foreign currencies which accrue under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1704), for market development research authorized by section 104(a) and for agricultural and forestry research and other functions related thereto authorized by section 104(k) of the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1704(a)(k)), to remain available until expended, [\$1,250,000] \$5,000,000: *Provided*, That this appropriation shall be available, in addition to other appropriations for these purposes, for [the purchase of] payments in the foregoing currencies: *Provided further*, That funds appropriated herein shall be used [to purchase] for payments in such foreign currencies as the Department determines are needed and can be used most effectively to carry out the purposes of this paragraph, and such foreign currencies shall, pursuant to the provisions of section 104(a), be set aside for sale to the Department before foreign currencies which accrue under said title I are made available for other United States uses: *Provided further*, That not to exceed \$25,000 of this appropriation shall be available for [purchase of] payments in foreign currencies for expenses of employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), as amended by section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Market development research (sec. 104(a))-----	2,059	3,500	5,200

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
2. Agricultural and forestry research (sec. 104(k))-----	2,623	3,785	5,570
3. Translation of scientific publications (sec. 104(k))-----		15	30
Total program costs, funded ¹ -----	4,682	7,300	10,800
Change in selected resources ² -----	3,133	10,636	-800
Total obligations-----	7,816	17,936	10,000
Financing:			
Comparative transfers from other accounts-----	-249	-685	-----
Unobligated balance brought forward-----	-23,303	-21,001	-5,000
Unobligated balance carried forward-----	21,001	5,000	-----
New obligational authority (appropriation)	5,265	1,250	5,000

¹ Includes capital outlay as follows: 1963, \$12 thousand; 1964, \$22 thousand; 1965, \$17 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$12,268 thousand; 1963, \$15,401 thousand; 1964, \$26,037 thousand; 1965, \$25,237 thousand.

Foreign currencies, generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, are used by the Department for market development research under section 104(a) and for agricultural and forestry research under section 104(k) of the act. Work is carried on through agreements, in both basic and applied fields, by research institutions and organizations in foreign countries. This research serves to develop new foreign markets and to expand existing markets for agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, fruits and vegetables, and tobacco. It also provides for supplementary research on farm, forest, marketing, utilization, agricultural economics, and human nutrition problems, and for translations of foreign language scientific publications. The appropriation proposed for 1965 will be used to purchase only those currencies determined to be excess to the normal requirements of the United States. Total estimated cost in U.S. dollars (charged to regular appropriations) for the initiation and supervision of projects in 1965 is \$321 thousand.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions-----	52	60	60
Positions other than permanent-----		1	1
Other personnel compensation-----	8	8	8
Total personnel compensation-----	60	69	69
12 Personnel benefits-----	14	14	14
21 Travel and transportation of persons-----	85	134	105
22 Transportation of things-----	7	15	15
23 Rent, communications, and utilities-----	3	4	4
25 Other services-----	36	35	35
Services of other agencies-----	44	50	50
26 Supplies and materials-----	11	16	16
31 Equipment-----	17	17	17
41 Grants, subsidies, and contributions-----	7,539	17,582	9,675
Total obligations-----	7,816	17,936	10,000

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	16	17	17
Full-time equivalent of other positions.....		1	1
Average number of all employees.....	16	18	18
Employees in permanent positions, end of year.....	16	17	17
Employees in other positions, end of year.....	0	1	1
Average GS grade.....	8.0	8.0	8.2
Average GS salary.....	\$7,256	\$7,616	\$7,705
Average salary of ungraded positions.....	\$4,643	\$4,665	\$4,774

CONSTRUCTION OF FACILITIES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Construction of facilities (program costs, funded).....	3,579	1,810	475
Change in selected resources ¹	-493	-265	-475
Total obligations.....	3,086	1,545	
Financing:			
Unobligated balance brought forward.....	-4,651	-1,565	
Unobligated balance carried forward.....	1,565		
Unobligated balance lapsing.....		20	
New obligational authority.....			

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$1,233 thousand; 1963, \$740 thousand; 1964, \$475 thousand; 1965, \$0.

Funds were appropriated in 1961 and 1962 for construction of facilities for research at a number of locations. In 1963, funds for similar construction items were included in the Salaries and expenses appropriation.

Construction of major facilities at State College, Miss., Columbia, Mo., and Florence, S.C., in 1964 will complete the installations under this appropriation.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL RESEARCH SERVICE			
31 Equipment.....		80	
32 Lands and structures.....	186	262	
Total, Agricultural Research Service.....	186	342	
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25 Other services.....	122	37	
32 Lands and structures.....	2,777	1,166	
Total, General Services Administration..	2,900	1,203	
Total obligations.....	3,086	1,545	

ANIMAL DISEASE LABORATORY FACILITIES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Facility for animal disease research and control (program costs, funded).....	169	120	
Change in selected resources ¹	43	-76	
Total obligations.....	212	44	
Financing:			
Unobligated balance brought forward.....	-256	-44	
Unobligated balance carried forward.....	44		
New obligational authority.....			

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$33 thousand; 1963, \$76 thousand; 1964, \$0.

In previous years, \$16.5 million had been provided for establishment of animal disease research and control laboratory facilities. Construction of the facilities at Ames, Iowa, was started in August 1958. The principal laboratory buildings were completed in 1961. Minor construction through 1964 will complete the installation under this appropriation.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL RESEARCH SERVICE			
21 Transportation of things.....	10		
31 Equipment.....	191		
32 Lands and structures.....		44	
Total, Agricultural Research Service.....	201	44	
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
22 Travel and transportation of persons.....	1		
25 Other contractual services.....	2		
32 Lands and structures.....	8		
Total, General Services Administration..	11		
Total obligations.....	212	44	

ESTABLISHMENT OF AN ENTOMOLOGY RESEARCH LABORATORY
(Permanent, indefinite, special fund)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Construction (costs—obligations) (object class 32) (allocation to General Services Administration).....	400		
Financing:			
Unobligated balance brought forward.....	-400		
New obligational authority.....			

AGRICULTURAL RESEARCH SERVICE—Continued**General and special funds—Continued****ESTABLISHMENT OF AN ENTOMOLOGY RESEARCH LABORATORY—Con.**

(Permanent, indefinite, special fund)—Continued

The 1961 appropriation for Salaries and expenses, research, Agricultural Research Service, authorized the sale of the Department's Entomology Research Laboratory at Orlando, Fla., and application of the proceeds of sale to the construction of a new laboratory. An additional \$500 thousand was provided by the Supplemental Appropriation Act, 1961, under the appropriation Construction of facilities for the remainder of the total estimated cost of \$900 thousand for the new facilities. The Orlando property was sold in 1961 for \$400 thousand, which was applied toward the construction of the new laboratory. The laboratory was occupied June 9, 1963.

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:
Office of Emergency Planning, "Emergency preparedness functions of Federal agencies."

Funds appropriated to the President:

"Agency for International Development."

"Public works acceleration."

"Translation of publications and scientific cooperation."

United States educational exchange program, "United States dollars advanced from foreign governments."

Intragovernmental funds:**WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating costs, funded: Maintenance and operation of central facilities and services:			
Cost of materials sold or applied.....	1,192	1,235	1,998
Other expense.....	3,042	3,120	3,257
Total operating costs, funded.....	4,234	4,355	5,255
Capital outlay: Purchase of equipment.....	28	45	45
Total program costs, funded.....	4,263	4,400	5,300
Change in selected resources ¹	-16		
Total obligations.....	4,247	4,400	5,300
Financing:			
Revenues and other receipts:			
Proceeds from sale of equipment.....	3		
Sale of goods and services.....	4,208	4,386	5,286
Other revenue.....	14	14	14
Total revenues and other receipts.....	4,225	4,400	5,300
Unobligated balance brought forward.....	843	788	788
Change in unfilled customers orders.....	-34		
Unobligated balance carried forward.....	-788	-788	-788
Financing applied to program.....	4,247	4,400	5,300

¹ Balances of selected resources are identified on the statement of financial condition.

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	4,247	4,400	5,300
Increase(—) in gross unpaid obligations.....	-8		
Gross expenditures.....	4,239	4,400	5,300
Revenues and other receipts (from program and financing).....	4,225	4,400	5,300
Increase(—) in accounts receivable, net.....	-123		
Applicable receipts.....	4,102	4,400	5,300
Budget expenditures.....	137		

This fund finances, on a reimbursable basis, central facilities and services furnished to agencies at the Agricultural Research Center (64 Stat. 658). The capital consists of \$300 thousand appropriated in 1951 and donated assets of \$284 thousand as of June 30, 1963. Earnings are retained to furnish adequate working capital.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Revenue.....	4,222	4,400	5,300
Expense.....	4,283	4,400	5,300
Net operating loss.....	-61		
Nonoperating income:			
Proceeds from sale of equipment.....	3		
Net book value of assets sold.....	-3		
Net nonoperating income.....			
Net loss for the year.....	-61		
Retained earnings, start of year.....	102	42	42
Retained earnings, end of year.....	42	42	42

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	506	369	369	369
Accounts receivable, net.....	402	525	525	525
Materials and supplies ¹	98	107	107	107
Equipment, net.....	265	247	247	247
Total assets.....	1,271	1,248	1,248	1,248
Liabilities:				
Current.....	590	622	622	622
Government equity:				
Non-interest-bearing capital:				
Start of year.....	562	579	584	584
Donated assets, net.....	17	5		
End of year.....	579	584	584	584
Retained earnings.....	102	42	42	42
Total Government equity.....	681	625	626	626

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Unpaid undelivered orders ¹	210	185	185	185
Unobligated balance.....	843	788	788	788
Unfilled customers orders.....	-735	-701	-701	-701
Invested capital and earnings.....	363	354	354	354
Total Government equity.....	681	625	626	626

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	1,857	1,897	1,911
Positions other than permanent.....	395	445	568
Other personnel compensation.....	46	63	56
Total personnel compensation.....	2,298	2,405	2,535
12 Personnel benefits.....	162	169	176
22 Transportation of things.....	3	3	3
23 Rent, communications, and utilities.....	438	440	440
24 Printing and reproduction.....	1	1	1
25 Other services.....	102	102	102
26 Supplies and materials.....	1,199	1,235	1,998
31 Equipment.....	42	45	45
Total obligations.....	4,247	4,400	5,300

Personnel Summary

Total number of permanent positions.....	339	339	339
Full-time equivalent of other positions.....	87	96	117
Average number of all employees.....	414	423	444
Employees in permanent positions, end of year.....	334	339	339
Employees in other positions, end of year.....	111	117	131
Average GS grade.....	8.0	8.0	8.2
Average GS salary.....	\$7,256	\$7,616	\$7,705
Average salary of ungraded positions.....	\$4,643	\$4,665	\$4,774

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Research.....	1,715	2,120	1,754
2. Plant and animal disease and pest control.....	939	951	968
3. Meat inspection.....	9,351	9,422	8,927
4. Technical assistance: Department of Commerce.....	30	166	-----
5. Miscellaneous services to other accounts.....	67	197	197
Total program costs.....	12,103	12,856	11,846
Change in selected resources ¹	310	-166	-----
Total obligations.....	12,413	12,690	11,846
Financing:			
Advances and reimbursements from—			
Other accounts.....	4,810	4,448	3,393
Non-Federal sources ²	7,648	8,242	8,453
Unobligated balance lapsing.....	-45	-----	-----
Total financing.....	12,413	12,690	11,846

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$372 thousand (1963 adjustments, -\$227 thousand); 1963, \$455 thousand; 1964, \$289 thousand; 1965, \$289 thousand.

² Reimbursements from non-Federal sources above are from proceeds of sales of charts (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); from payments by non-Federal agencies for overtime work and travel performed at meat-packing establishments and veterinary biological establishments and for inspection and quarantine services (5 U.S.C. 576; 7 U.S.C. 394, 396); from cooperating State, county, municipal, and private organizations for soil and water conservation work (16 U.S.C. 590a); and from refunds of terminal leave payments (5 U.S.C. 61(b)).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	4,026	3,864	3,197
Positions other than permanent.....	94	131	74
Other personnel compensation.....	6,266	6,778	6,936
Total personnel compensation.....	10,386	10,773	10,207
12 Personnel benefits.....	315	296	244
21 Travel and transportation of persons.....	311	317	287
22 Transportation of things.....	44	59	46
23 Rent, communications, and utilities.....	99	113	104
24 Printing and reproduction.....	59	46	45
25 Other services.....	430	81	71
Services of other agencies.....	107	165	158
26 Supplies and materials.....	390	495	447
31 Equipment.....	253	305	237
32 Lands and structures.....	19	40	-----
Total obligations.....	12,413	12,690	11,846

Personnel Summary

Total number of permanent positions.....	98	104	84
Full-time equivalent of other positions.....	22	31	17
Average number of employees.....	606	570	447
Employees in permanent positions, end of year.....	80	70	60
Employees in other positions, end of year.....	20	20	20
Average GS grade.....	8.0	8.0	8.2
Average GS salary.....	\$7,256	\$7,616	\$7,705
Average salary of ungraded positions.....	\$4,643	\$4,665	\$4,774

COOPERATIVE STATE RESEARCH SERVICE

General and special funds:

COOPERATIVE STATE [EXPERIMENT STATION] RESEARCH SERVICE

PAYMENTS AND EXPENSES

For payments to agricultural experiment stations, for grants for cooperative forestry research, and for other expenses, including [\$39,363,000] \$40,863,000 to carry into effect the provisions of the Hatch Act, approved March 2, 1887, as amended by the Act approved August 11, 1955 (7 U.S.C. 361a-361i), including administration by the United States Department of Agriculture; [\$500,000 for payments authorized under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623);] \$1,000,000 for grants for cooperative forestry research under the Act approved October 10, 1962 [(76 Stat. 806-807);] (16 U.S.C. 582a-582a-7); \$310,000 for penalty mail costs of agricultural experiment stations under section 6 of the Hatch Act of 1887, as amended; and [\$460,000] \$287,000 for necessary expenses of the Cooperative State [Experiment Station] Research Service, including administration of payments to State agricultural experiment stations, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed [\$25,000] \$30,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a); in all, [\$41,633,000] \$42,460,000. (39 U.S.C. 321q; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$205 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services. The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Payments to agricultural experiment stations:			
(a) Agricultural research under the Hatch Act.....	36,220	38,406	39,861
(b) Marketing research under the Agricultural Marketing Act.....	500	500	-----
2. Grants for cooperative forestry research.....	-----	1,000	1,000

COOPERATIVE STATE RESEARCH SERVICE— Continued

General and special funds—Continued

COOPERATIVE STATE [EXPERIMENT STATION] RESEARCH SERVICE— Continued

PAYMENTS AND EXPENSES—Continued

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
3. Federal administration.....	1,059	1,212	1,289
4. Penalty mail.....	250	310	310
Total program costs, funded ¹	38,029	41,428	42,460
Change in selected resources ²	68	-----	-----
Total obligations.....	38,097	41,428	42,460
Financing:			
Comparative transfers to other accounts.....	142	205	-----
Unobligated balance lapsing.....	23	-----	-----
New obligational authority.....	38,262	41,633	42,460
New obligational authority:			
Appropriation.....	38,207	41,633	42,460
Transferred to "Salaries and expenses," general administration (76 Stat. 1212).....	—1	-----	-----
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 34).....	56	-----	-----
Appropriation (adjusted).....	38,262	41,633	42,460

¹ Includes capital outlay as follows: 1963, \$9 thousand; 1964, \$3 thousand; 1965, \$10 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$68 thousand; 1964, \$68 thousand; 1965, \$68 thousand.

The Service administers funds for payments and grants for the support of research in agriculture, the rural home, rural life, and forestry. This administration involves supervision of the funds, close advisory relations with the State experiment stations, assistance to the State stations and other institutions in planning and coordination of cooperative research, and assistance to Federal agencies in planning cooperation with the States.

1. *Payments to agricultural experiment stations*—(a) *Agricultural research under the Hatch Act*.—Grants under the Hatch Act are allocated to agricultural experiment stations of the land-grant colleges in the 50 States and Puerto Rico for agricultural research, including investigations and experiments to promote a permanent and efficient agricultural industry and improvements in the rural home and rural life. The States are contributing \$3.63 for each dollar paid by the Federal Government. An increase of \$1,500 thousand is proposed to strengthen the cooperative program at the agricultural experiment stations.

(b) *Marketing research under the Agricultural Marketing Act*.—Payments to the States are authorized under Sec. 204(b) of the Agricultural Marketing Act of 1946. The act requires that the Federal funds disbursed to States be matched project for project from non-Federal sources for marketing research. No funds are proposed for this program in 1965.

2. *Grants for cooperative forestry research*.—These grants are allocated to land-grant colleges or agricultural experiment stations in the 50 States and Puerto Rico and other State-supported colleges and universities offering graduate

training in the sciences basic to forestry and having a forestry school. The act requires that the Federal funds paid to each institution be matched by funds from non-Federal sources for forestry research.

3. *Federal administration*.—A coordinating and review staff is maintained to examine research projects and assist State institutions and Federal agencies.

4. *Penalty mail*.—Funds to cover the cost of penalty mailings for State experiment station directors are provided under this appropriation.

The planned distribution of these payments to State agricultural experiment stations and other eligible institutions under the above mentioned programs is as follows (in thousands of dollars):

Hatch Act statutory formula.....	31,509
Hatch Act (Regional research fund).....	8,352
Grants for cooperative forestry research.....	1,000
Total.....	40,861

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	781	922	975
Positions other than permanent.....	8	10	5
Other personnel compensation.....	10	18	15
Total personnel compensation.....	799	950	995
12 Personnel benefits.....	59	68	71
21 Travel and transportation of persons.....	116	116	117
22 Transportation of things.....	41	95	95
23 Rent, communications, and utilities.....	219	230	230
24 Printing and reproduction.....	20	24	28
25 Other services.....	30	23	23
Services of other agencies.....	86	5	20
26 Supplies and materials.....	7	8	10
31 Equipment.....	9	3	10
41 Grants, subsidies, and contributions.....	36,711	39,906	40,861
Total obligations.....	38,097	41,428	42,460

Personnel Summary

Total number of permanent positions.....	103	107	115
Full-time equivalent of other positions.....	2	3	3
Average number of all employees.....	88	95	98
Employees in permanent positions, end of year.....	91	98	105
Employees in other positions, end of year.....	2	2	2
Average GS grade.....	9.2	9.4	9.3
Average GS salary.....	\$9,143	\$9,846	\$9,838

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Federal administration.....	5	6	-----
2. Area redevelopment program, Commerce.....	6	15	-----
Total program costs, funded.....	11	21	-----
Changes in selected resources ¹	15	—15	-----
Total obligations.....	26	6	-----
Financing:			
Advances and reimbursements from other accounts.....	26	6	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$15 thousand; 1964, \$0.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Other personnel compensation.....	2	6	-----
25 Other services: Services of other agencies.....	3	-----	-----
41 Grants, subsidies, and contributions.....	21	-----	-----
Total obligations.....	26	6	-----

EXTENSION SERVICE

General and special funds:

COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES

Payments to States and Puerto Rico: For payments for cooperative agricultural extension work under the Smith-Lever Act, as amended by the Act of June 26, 1953 [(7 U.S.C. 341-348)], the Act of August 11, 1955 [(7 U.S.C. 347a)] and the Act of October 5, 1962 [(76 Stat. 745), \$65,725,000] (7 U.S.C. 341-349), \$63,135,000; and payments and contracts for such work under section 204(b)-205 of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623-1624), \$1,570,000; in all, [\$67,295,000] \$64,705,000: *Provided*, That funds hereby appropriated pursuant to section 3(c) of the Act of June 26, 1953, shall not be paid to any State or Puerto Rico prior to availability of an equal sum from non-Federal sources for expenditure during the current fiscal year.

Retirement and Employees' Compensation costs for extension agents: For cost of employer's share of Federal retirement and for reimbursement for benefits paid from the Employees' Compensation Fund for cooperative extension employees, [\$7,272,500] \$7,410,000.

Penalty mail: For costs of penalty mail for cooperative extension agents and State extension directors, \$3,113,000.

Federal Extension Service: For administration of the Smith-Lever Act, as amended by the Act of June 26, 1953 [(7 U.S.C. 341-348)], the Act of August 11, 1955 [(7 U.S.C. 347a)] and the Act of October 5, 1962 [(76 Stat. 745)] (7 U.S.C. 341-349), and extension aspects of the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and to coordinate and provide program leadership for the extension work of the Department and the several States and insular possessions, [\$2,500,000] \$2,451,000. (5 U.S.C. 785; 39 U.S.C. 321i, 321n, 321p-q; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$99 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$97 thousand.

"Salaries and expenses," Office of Management Services, \$2 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Payments to States and Puerto Rico:			
(a) Payments for cooperative agricultural extension work under Smith-Lever Act.....	61,397	65,538	62,930
(b) Payments and contracts under the Agricultural Marketing Act.....	1,561	1,676	1,605
2. Retirement and employees' compensation costs for extension agents.....	6,541	7,272	7,410
3. Penalty mail.....	2,801	3,113	3,113
4. Federal Extension Service.....	2,448	2,630	2,656
Total program costs, funded ¹	74,748	80,229	77,714
Change in selected resources ²	83	-108	-35
Total obligations.....	74,831	80,121	77,679
Financing:			
Comparative transfers to other accounts.....	85	99	-----
Reimbursements for emergency preparedness functions.....	-----	-40	-----
Unobligated balance lapsing.....	427	-----	-----
New obligatory authority.....	75,343	80,180	77,679

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligatory authority:			
Appropriation.....	75,344	80,180	77,679
Transferred to "Salaries and expenses, general administration" (76 Stat. 1212).....	-2	-----	-----
Appropriation (adjusted).....	75,343	80,180	77,679

¹ Includes capital outlay as follows: 1963, \$35 thousand; 1964, \$17 thousand; 1965, \$14 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Unpaid undelivered orders.....	210	-----	241	134	100
Advances.....	47	-63	36	35	34
Total selected resources.....	257	-63	277	169	134

The primary function of the nationwide system of cooperative extension work is out-of-school applied education in agriculture, home economics, and related subjects. This educational work takes research results, technological advancements, and situation and program facts of the Department of Agriculture, the State agricultural colleges and experiment stations, and incorporates them into a national educational program for action. Its objective is to provide farm people and others with information and assistance upon which they may make social and economic adjustments necessary for an efficient agricultural industry and improved rural homes and rural life.

1. *Payments to States and Puerto Rico.*—Funds appropriated under the Smith-Lever Act for payments to States and Puerto Rico are distributed primarily on the basis of farm and rural population and to a limited degree on the basis of special problems and needs. Funds appropriated under the Agricultural Marketing Act for educational work in marketing are distributed to the States and Puerto Rico on a matching basis under approved projects and on the basis of contracts. Funds are used primarily for the employment of State and county extension workers who work with rural families, marketing concerns, and others by providing advice and assistance in the application of improved methods involved in production, marketing, and family living. They assist local leadership to determine extension programs of work. Work with youth is accomplished largely through 4-H clubs. Funds also provide for Federal program support. Extension agents are paid from Federal, State, and county sources.

2. *Retirement and employees' compensation costs for extension agents.*—The increase proposed is required to meet these costs for cooperative extension agents. The mandatory retirement contribution is authorized under Public Law 854, approved July 31, 1956. The employer's contribution to the Federal retirement fund, to match contributions of these agents, is provided by this Federal appropriation. The increase of \$6,259 provides an amount equal to the benefits received by the cooperative agents to be paid to the Employees' Compensation Fund, as required by Public Law 86-767.

3. *Penalty mail.*—Funds to cover the cost of penalty mailings for State extension directors and cooperative extension agents in the States are provided under this appropriation.

4. *Federal Extension Service.*—The Federal Extension Service provides leadership, counsel, and assistance to the States and Puerto Rico in developing extension programs, improved teaching methods, efficient use of available resources, evaluation of programs, inservice training for

EXTENSION SERVICE—Continued**General and special funds—Continued****COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES—Con.**

extension personnel, and administrative services. The Federal Extension Service also coordinates the educational activities of other U.S. Department of Agriculture agencies.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	1,713	1,919	1,965
Positions other than permanent.....	19	18	9
Other personnel compensation.....	11	18	12
Total personnel compensation.....	1,743	1,955	1,986
12 Personnel benefits.....	6,669	7,417	7,556
21 Travel and transportation of persons.....	224	235	232
22 Transportation of things.....	37	38	38
23 Rent, communications, and utilities.....	2,848	3,164	3,163
24 Printing and reproduction.....	99	101	97
25 Other services.....	220	116	125
Services of other agencies.....	50	23	20
26 Supplies and materials.....	29	30	27
31 Equipment.....	39	10	10
41 Grants, subsidies, and contributions.....	62,872	67,032	64,425
Total obligations.....	74,831	80,121	77,679

Personnel Summary

Total number of permanent positions.....	225	236	231
Full-time equivalent of other positions.....	3	3	2
Average number of all employees.....	209	224	222
Employees in permanent positions, end of year.....	219	227	224
Employees in other positions, end of year.....	4	4	3
Average GS grade.....	8.9	9.1	9.1
Average GS salary.....	\$8,610	\$9,291	\$9,325

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President, "Agency for International Development."
Office of Emergency Planning, "Emergency preparedness functions of Federal agencies."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Cooperation with the Bureau of Indian Affairs on extension program with Indians.....	41	42	43
2. Assistance to agricultural stabilization and conservation committees and the Commodity Credit Corporation loan program in Alaska.....	5	5	4
3. To carry out Extension Service responsibilities and authorities delegated under Area Redevelopment Act (Department of Commerce).....	88	80	82
4. Cooperation with Department of Defense on extension program work in Rural Defense Information and Education program.....	749	1,406	1,379

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
5. Cooperation with the Office of Rural Areas Development on work of equal opportunities group.....	6	12	12
6. Miscellaneous services to other accounts.....	25	9	3
Total program costs ¹	915	1,554	1,523
Change in selected resources ²	39	—32	—1
Total obligations.....	954	1,522	1,522
Financing:			
Advances and reimbursements from—			
Other accounts.....	953	1,519	1,519
Non-Federal sources ³	1	3	3
Total financing.....	954	1,522	1,522

¹ Includes capital outlay as follows: 1963, \$1 thousand; 1964, \$5 thousand; 1965, \$3 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$15 thousand (1963 adjustments, —\$3 thousand); 1963, \$51 thousand; 1964, \$83 thousand; 1965, \$84 thousand.

³ Reimbursements are from cooperating State extension services for teaching materials developed and provided on a cost-sharing basis (5 U.S.C. 563, 564).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	163	239	233
Other personnel compensation.....	1	1	1
Total personnel compensation.....	163	240	234
12 Personnel benefits.....	11	18	17
21 Travel and transportation of persons.....	28	34	31
22 Transportation of things.....	2	2	2
23 Rent, communications, and utilities.....	2	4	4
24 Printing and reproduction.....	89	141	156
25 Other services.....	44	3	1
Services of other agencies.....	31	50	50
26 Supplies and materials.....	1	2	1
31 Equipment.....	2	4	2
41 Grants, subsidies, and contributions.....	583	1,024	1,024
Total obligations.....	954	1,522	1,522

Personnel Summary

Total number of permanent positions.....	20	23	21
Average number of all employees.....	16	23	22
Employees in permanent positions, end of year.....	15	19	18
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	8.9	9.1	9.1
Average GS salary.....	\$8,610	\$9,291	\$9,325

FARMER COOPERATIVE SERVICE**General and special funds:****SALARIES AND EXPENSES**

For necessary expenses to carry out the Act of July 2, 1926 (7 U.S.C. 451-457), and for conducting research relating to the economic and marketing aspects of farmer cooperatives, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), **[\$1,201,000] \$1,102,200.** (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$142 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Research and technical assistance for farmers cooperatives (program costs, funded) ¹ -----	1,072	1,059	1,102
Change in selected resources ² -----	-69		
Total obligations-----	1,003	1,059	1,102
Financing:			
Comparative transfers to or from other accounts-----	-308	142	
Unobligated balance lapsing-----	9		
New obligational authority-----	704	1,201	1,102
New obligational authority:			
Appropriation-----	682	1,201	1,102
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 34)-----	22		
Appropriation (adjusted)-----	704	1,201	1,102

¹ Includes capital outlay as follows: 1963, \$3 thousand; 1964, \$3 thousand; 1965, \$3 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$71 thousand (1963 adjustments, -\$1 thousand); 1963, \$1 thousand; 1964, \$1 thousand; 1965, \$1 thousand.

The Farmer Cooperative Service provides research, advisory, and educational assistance to farmers' marketing, purchasing, and service cooperatives. Attention is directed to problems of organization, financing, policies, management, membership, marketing, purchasing, transportation, warehousing, costs, and efficiency. Much of this work is carried on in cooperation with land-grant colleges, the Extension Service, and other Federal and State agencies.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions-----	707	787	833
Other personnel compensation-----	1	6	3
Total personnel compensation-----	708	793	836
12 Personnel benefits-----	53	61	64
21 Travel and transportation of persons-----	53	53	53
22 Transportation of things-----	2	1	1
23 Rent, communications, and utilities-----	25	28	28
24 Printing and reproduction-----	65	61	61
25 Other services-----	74	33	33
Services of other agencies-----	10	19	16
26 Supplies and materials-----	7	7	7
31 Equipment-----	6	3	3
Total obligations-----	1,003	1,059	1,102

Personnel Summary

Total number of permanent positions-----	100	108	108
Average number of all employees-----	87	93	93
Employees in permanent positions, end of year-----	92	93	93
Employees in other positions, end of year-----	0	0	0
Average GS grade-----	9.3	9.4	9.4
Average GS salary-----	\$8,404	\$8,925	\$9,063

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, Funds appropriated to the President, "Agency for International Development."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Research and technical assistance for farmers cooperatives-----	17	5	
2. Area Redevelopment Act, Department of Commerce:			
(a) Operations-----	17	19	20
(b) Technical assistance-----	28	5	
Total program costs, funded-----	62	29	20
Change in selected resources ¹ -----	-10		
Total obligations-----	52	29	20
Financing:			
Advances and reimbursements from other accounts-----	52	29	20

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$10 thousand; 1963, \$0; 1964, \$0; 1965, \$0.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent positions-----	26	21	17
12 Personnel benefits-----	2	2	1
21 Travel and transportation of persons-----	2	3	2
23 Rent, communications, and utilities-----		1	
24 Printing and reproduction-----	1	1	
25 Other services-----	18		
Services of other agencies-----	3	1	
Total obligations-----	52	29	20

Personnel Summary

Total number of permanent positions-----	1	2	2
Average number of all employees-----	2	2	2
Employees in permanent positions, end of year-----	1	2	2
Employees in other positions, end of year-----	0	0	0
Average GS grade-----	9.3	9.4	9.4
Average GS salary-----	\$8,404	\$8,925	\$9,063

SOIL CONSERVATION SERVICE

The Soil Conservation Service is responsible for various soil and water conservation activities of the Department of Agriculture, including five action programs for which separate appropriations are made, reimbursements from other agencies for technical services performed, trust funds, and miscellaneous accounts involving cooperative agreements with local organizations. The primary purpose of these program operations is to help farmers, ranchers, and other landowners in making needed land use adjustments; to conserve soil, water, and plant resources; to reduce the hazards of floods, sedimentation and related damages; and to assist in establishing a permanent and economically sound agriculture. These activities are conducted in cooperation with Federal and State agencies, locally managed soil conservation districts, and other sponsoring organizations.

The Service provides professional leadership in soil, water, and plant conservation and works directly with locally managed soil conservation districts and sponsors of

SOIL CONSERVATION SERVICE—Continued

watershed projects on local programs and cooperative work plans which are of benefit to rural and urban people in their areas.

The Service also furnishes technical services for the Agricultural Conservation program; the soil and water conservation loans made by the Farmers Home Administration; the State and county Rural Areas Development committees; and other agencies or local groups having soil and water conservation problems. These interrelated program activities are primarily for the conservation, protection, and improvement of land and water resources for the beneficial uses of all the people.

General and special funds:

CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-590f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures as may be necessary to prevent floods and the siltation of reservoirs); operation of conservation nurseries; classification and mapping of soils; dissemination of information; purchase and erection or alteration of permanent buildings; and operation and maintenance of aircraft, **[\$98,339,000] \$98,750,000: Provided,** That the cost of any permanent building purchased, erected, or as improved, exclusive of the cost of constructing a water supply or sanitary system and connecting the same to any such building and with the exception of buildings acquired in conjunction with land being purchased for other purposes, shall not exceed \$2,500, except for one building to be constructed at a cost not to exceed \$25,000 and eight buildings to be constructed or improved at a cost not to exceed \$15,000 per building and except that alterations or improvements to other existing permanent buildings costing \$2,500 or more may be made in any fiscal year in an amount not to exceed \$500 per building: *Provided further,* That no part of this appropriation shall be available for the construction of any such building on land not owned by the Government: *Provided further,* That no part of this appropriation may be expended for soil and water conservation operations under the Act of April 27, 1935 (16 U.S.C. 590a-590f), in demonstration projects: *Provided further,* That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$5,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further,* That qualified local engineers may be temporarily employed at per diem rates to perform the technical planning work of the service. (5 U.S.C. 511-512, 565a; 7 U.S.C. 1387, 1807; 16 U.S.C. 590q-1; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$117 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$114 thousand.

"Salaries and expenses," Office of Management Services, \$3 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Assistance to soil conservation districts and other cooperators (program costs, funded) 1	93,089	97,926	98,750
Change in selected resources 2	171		
Total obligations	93,260	97,926	98,750
Financing:			
Comparative transfers to other accounts	137	117	
Unobligated balance lapsing	591		
New obligational authority	93,988	98,043	98,750

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation	93,900	98,339	98,750
Transferred to—			
"Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436)	-39	-296	
"Salaries and expenses, general administration" (76 Stat. 1212)	-4		
Transferred from "Reimbursements for special milk program," Commodity Credit Corporation (77 Stat. 34)	131		
Appropriation (adjusted)	93,988	98,043	98,750

1 Includes capital outlay as follows: June 30, 1963, \$2,540 thousand; 1964, \$2,600 thousand; 1965, \$2,600 thousand.

2 Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores	131		136	136	136
Unpaid undelivered orders	1,164	-9	1,320	1,320	1,320
Total selected resources	1,295	-9	1,456	1,456	1,456

Assistance to soil conservation districts and other cooperators consists mainly of the following: (a) standard soil surveys and investigations, with interpretations and publications, which provide physical land facts needed for local program development, farm and ranch conservation planning, application of planned practices, and for use by other Federal, State, and local agencies and the public;

MAIN WORKLOAD FACTORS

(In millions of acres)

	1963 actual	Total as of June 30, 1963	1964 estimate	1965 estimate
Standard soil surveys:				
New mapping	41.1		40.5	40.3
Conversion from conservation surveys	16.2		17.0	18.0
Total	57.3	460.0	57.5	58.3
Conservation surveys	3.8	322.8	3.5	3.2
Total soil surveys	61.1	782.8	61.0	61.5

(b) technical assistance to cooperating farmers and ranchers in the planning of individual conservation programs for orderly land use adjustments and installation of needed conservation treatments; (c) technical services and consultation with those practices and combinations of treatments provided for in their farm and ranch conservation plans;

MAIN WORKLOAD FACTORS

(In millions of acres)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Total number				
Soil Conservation Districts	2,929	2,942	2,972	3,000
District cooperators (cumulative)	1,883,935	1,914,000	1,954,000	2,000,000
Basic conservation plans and revisions (annually):				
Number	126,877	126,680	125,000	115,000
Acres	49,069,335	51,960,000	51,000,000	48,000,000
Basic plans (cumulative)	1,351,898	1,409,916	1,460,000	1,500,000
Landowners and operators assisted	1,017,271	964,166	960,000	960,000

(d) technical assistance to group enterprises with water control problems that can best be solved through group action; (e) the granting of special equipment acquired from Federal Government surplus to soil conservation

districts for use in applying planned conservation practices; (f) water supply forecasts developed from snow surveys in Western States which are useful in making efficient seasonal use of water; (g) the selection and testing of plant materials to determine their suitability for erosion control purposes; (h) technical assistance to Agricultural Conservation Program participants in establishing specified conservation practices; (i) technical assistance to participants in other programs involving land use adjustments and resource improvements; (j) technical assistance in planning and applying the soil and water conservation practices for which loans are made by the Farmers Home Administration; (k) consultation and assistance to local rural areas development committees; and (l) program planning and consultation in urban fringe areas.

Combinations of needed soil and water conservation practices are planned together and in relation to each other so as to have a well balanced program in each district and for each farm. Both vegetative and structural practices are used in accordance with the conservation needs of the land and decisions of the cooperating farmer or rancher. The Soil Conservation Service technician explains the soil conditions, develops land use and treatment alternatives with each cooperator, helps him evaluate the costs and returns of conservation farming, and furnishes assistance in applying the needed treatments. These conservation programs provide immediate and long-term benefits to the land where installed and to the public generally. Modern soil and water conservation practices are essential to continued efficient use of the fixed land base of the country for agricultural purposes as the future needs of the Nation may require.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	71,278	75,100	76,356
Positions other than permanent.....	2,326	2,165	2,180
Other personnel compensation.....	195	819	514
Total personnel compensation.....	73,799	78,084	79,050
12 Personnel benefits.....	5,776	6,088	6,042
21 Travel and transportation of persons.....	2,537	2,478	2,468
22 Transportation of things.....	569	658	650
23 Rent, communications, and utilities.....	3,073	2,992	3,000
24 Printing and reproduction.....	463	497	500
25 Other services.....	1,162	1,158	1,174
Services of other agencies.....	609	740	750
26 Supplies and materials.....	3,227	3,200	3,100
31 Equipment.....	2,002	1,980	1,923
32 Lands and structures.....	41	40	90
42 Insurance claims and indemnities.....	8	18	10
Subtotal.....	93,266	97,933	98,757
Deduct quarters and subsistence charges.....	6	7	7
Total obligations.....	93,260	97,926	98,750

Personnel Summary

Total number of permanent positions.....	12,285	12,340	12,218
Full-time equivalent of other positions.....	609	568	550
Average number of all employees.....	10,984	11,020	10,880
Employees in permanent positions, end of year.....	11,602	11,510	11,466
Employees in other positions, end of year.....	1,615	1,600	1,565
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,204	\$7,238

WATERSHED PROTECTION

For expenses necessary to conduct surveys, investigations, and research and to carry out preventive measures, including, but not limited to, engineering operations, methods of cultivation, the growing of vegetation, and changes in use of land, in accordance with the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1001-1009), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), to remain available until expended, **[\$63,607,000] \$65,848,000**, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for watershed protection purposes: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$100,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That not to exceed **[\$3,000,000] \$5,000,000**, together with the unobligated balance of funds previously appropriated for loans and related expense, shall be available for such purposes. (5 U.S.C. 511-512; *Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$92 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$57 thousand.

"Salaries and expenses," Office of Management Services, \$35 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Small watershed project investigations and planning.....	5,516	5,375	4,450
2. Watershed works of improvement.....	45,984	45,036	48,809
3. Loans and related expense.....	1,517	5,270	5,300
4. River basin program development and coordination.....	1,649	3,019	3,822
Total program costs, funded ¹	54,665	58,700	62,381
Change in selected resources ²	4,127	7,333	4,300
Total obligations.....	58,792	66,033	66,681
Financing:			
Comparative transfers to other accounts.....	56	92	-----
Unobligated balance brought forward.....	-4,911	-7,419	-4,833
Unobligated balance carried forward.....	7,419	4,833	4,000
New obligational authority.....	61,357	63,539	65,848
New obligational authority:			
Appropriation.....	61,376	63,607	65,848
Transferred to "Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436).....	-19	-68	-----
Appropriation (adjusted).....	61,357	63,539	65,848

¹ Includes capital outlay as follows: 1963, \$896 thousand; 1964, \$600 thousand; 1965, \$600 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963	1964	1965
Unpaid undelivered orders.....	35,227	39,349	46,682	50,982
Advances.....	14	18	18	18
Total selected resources.....	35,241	39,367	46,700	51,000

The Department cooperates with the States and other agencies in planning and installing works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water. It provides loans to local organizations to help them finance their share of the costs of certain works of improvement. The Department also cooperates with other agencies in making surveys and investigations of watersheds of rivers and other waterways as the basis for the development of coordinated programs.

SOIL CONSERVATION SERVICE—Continued

General and special funds—Continued

WATERSHED PROTECTION—Continued

MAIN WORKLOAD FACTORS

Activity	1963 actual	1964 estimate	1965 estimate
Applications:			
Received, current fiscal year.....	234	230	245
Received, cumulative at June 30.....	1,936	2,166	2,411
Not suitable for planning at June 30....	260	260	265
Planning:			
Authorized, current fiscal year.....	121	125	105
Authorized, cumulative at June 30.....	890	1,015	1,120
Suspended or terminated at June 30....	135	135	145
Completed, current fiscal year.....	90	95	73
Completed, cumulative at June 30.....	542	637	710
In process at June 30.....	213	243	265
Remaining to be planned at June 30....	786	891	1,026
Not yet approved for operations.....	69	44	17
Operations:			
Approved, current fiscal year.....	88	120	100
Approved, cumulative at June 30.....	473	593	693
Completed, current fiscal year.....	11	32	35
Completed, cumulative at June 30.....	55	87	122
In process at June 30.....	418	506	571

1. *Small watershed project investigations and planning.*—

Surveys are made by the Department of proposed small watershed projects, and work plans are prepared in cooperation with the local sponsors. These plans outline the soil and water management problems in the watershed, the steps that have been or are authorized to be taken to

alleviate these problems, the proposed works of improvement to be installed, the estimated benefits and costs, cost-sharing and operation and maintenance arrangements, and other facts necessary to justify Federal participation in project development.

2. *Watershed works of improvement.*—The Department provides technical and financial assistance to local organizations to install the watershed works of improvement for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife development features specified in the work plans.

(a) *Pilot demonstration watersheds.*—Sixty-two pilot watersheds were started in 1954 in cooperation with local sponsors under authority of the Act of April 27, 1935 (16 U.S.C. 590a–590f) to demonstrate and evaluate the effectiveness of works of improvement installed in small watersheds for watershed protection and flood prevention. As of June 30, 1963, work had been discontinued in 8 projects and completed as planned in 45 except for project evaluation studies which will be underway until 1970 in some of these. The following table shows the current status of the pilot watershed projects. Obligations for project evaluation studies are not reflected in the table subsequent to 1959 as these costs were determined not properly chargeable to projects. Obligations for such studies amounted to \$134 thousand in 1963 and are estimated at \$108 thousand in 1964 and \$100 thousand in 1965.

[Dollars in thousands]

Explanation	1963 actual		1964 estimate		1965 estimate	
	Number	Amount	Number	Amount	Number	Amount
Uncompleted projects at beginning of year and estimated completion cost.....	10	4,375	9	3,170	5	1,391
Status of projects and amounts obligated:						
1. Projects completed during the year.....	1	1	4	506	2	75
2. Continuing prior year projects.....	9	1,204	5	1,273	3	823
Total.....	10	1,205	9	1,779	5	898
3. Uncompleted projects at end of year:						
(a) Obligations to date ²	9	16,061	5	14,030	3	8,306
(b) Estimated completion cost.....	9	3,170	5	1,391	3	493
4. Projects completed (cumulative) and total cost ²	45	24,255	49	28,015	51	34,687
5. Projects discontinued (cumulative) and total cost.....	8	330	8	330	8	330

¹ Includes \$2 thousand comparative transfers to other accounts.² Includes \$1,264,860 for project evaluation studies charged to project costs prior to 1960.

(b) *Public Law 566 watersheds.*—After local sponsoring organizations have developed watershed work plans with the Department's assistance, or with State or local resources, and the projects have been approved as suitable for Federal participation (projects involving an estimated Federal contribution in excess of \$250 thousand for construction or any single structure having a capacity in excess of 2,500 acre-feet require congressional approval), technical services and cost-sharing assistance are provided for specified works of improvement. On non-Federal lands local sponsoring organizations must contract for construction work, operate and maintain the projects, and in the case of multiple-purpose structures, bear a share of construction costs. In addition, local organizations must acquire water rights and furnish land, easements, and rights-of-way for all structural measures except that the Federal Government may pay up to one-half the cost of land, easements, and rights-of-way allocated to public fish and wildlife and recreational developments. Federal agencies do this work on Federal lands which they administer with appropriate contributions being made by the local people who receive benefits.

Advance engineering and technical assistance is furnished to all approved projects before they are advanced to the construction stage. During the advance engineering and technical assistance stage, surveys and investigations are made and detailed designs, specifications, and engineering cost estimates are prepared for construction of structural works; areas are delineated where easements are required and technical assistance is furnished for accelerating planning and application of land treatment measures if provided for in the watershed work plan.

The project construction stage begins with execution of the first project agreement for construction of works of improvement. Under a project agreement the local sponsoring organization agrees to construct a segment of the project which may consist of an individual or an inter-related group of structures. The agreement obligates the Department to furnish its share of the construction cost. Payments are made to the local contracting organization in accordance with the project agreement as the work progresses. Engineering and other services are provided for the preparation of contracts and inspection

of construction. Technical assistance in planning and installing land treatment measures is continued as called for in the watershed work plan.

The following tabulation shows the status of Public Law 566 projects and amounts obligated or estimated to

be obligated. The table does not reflect minor obligations for project evaluation studies (\$74 thousand cumulatively as of June 30, 1963), or for balances remaining in the undistributed equipment account (\$493 thousand cumulatively as of June 30, 1963).

[Dollars in thousands]

Explanation	1963 actual		1964 estimate		1965 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Projects approved for operations and estimated completion cost:						
(a) Uncompleted projects at beginning of year	341	235,981	418	265,955	506	334,509
(b) Projects approved during year	88	77,832	120	120,000	100	100,000
Total	429	313,813	538	385,955	606	434,509
2. Status of projects and amounts obligated:						
(a) Projects for which no funds are available	---	---	70	---	135	---
(b) Projects not requiring funds during year	15	---	19	---	15	---
(c) Projects receiving advanced engineering and technical assistance only	108	2,160	122	3,025	125	3,400
(d) Projects moved into construction stage during year	81	18,362	36	8,250	36	8,400
(e) Prior year projects continuing under construction	214	27,272	259	39,671	260	40,012
(f) Projects completed during year	11	64	32	500	35	500
Total	429	147,858	538	51,446	606	52,312
3. Uncompleted projects (cumulative) at end of year:						
(a) Obligations to date	418	150,782	506	193,588	571	235,400
(b) Estimated completion cost	418	265,955	506	334,509	571	382,197
4. Projects completed (cumulative) and total cost	55	13,405	87	22,045	122	32,545
5. Total projects approved (cumulative) and estimated total cost	473	430,142	593	550,142	693	650,142
6. Total obligations (cumulative)	---	164,187	---	215,633	---	267,945

¹ Includes \$25 thousand comparative transfers to other accounts.

The 1964 program contemplates initiation of construction in about 36 watershed projects, involving 1964 estimated obligations of \$8.2 million and total Federal cost of \$44.9 million. The 1965 estimate provides for starting about 36 projects with 1965 obligations of \$8.4 million and total Federal cost of \$36 million.

3. *Loans and related expense.*—Loans are made to local organizations to finance the local share of the cost of installing planned works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improvements first become available. Of the 1965 estimate for watershed protection, not to exceed \$5 million is to be available for such purpose together with unobligated balance of loan funds carried over from prior years.

4. *River basin program development and coordination.*—Section 6 of Public Law 566, 83d Congress, as amended, authorizes the Department to cooperate with other Federal, State, and local agencies in making surveys and investigations of the watersheds of rivers and other waterways as a basis for the development of coordinated water and related land resources programs. The Department is currently participating in cooperative surveys and investigations in river basins with the Corps of Engineers and other interested Federal and State agencies. The Department is represented on the Inter-Agency Committee on Water Resources which was established to coordinate water and related land resource activities of Federal departments and agencies. The Department also maintains representation on various river basin inter-agency committees, which serve as points of contact and coordination between representatives of this Department and of other Federal departments and agencies and the States in these basin areas, to keep all concerned mutually informed of the activities of the member agencies and to facilitate matters of interagency coordination. The Department in 1963 maintained such representation on

committees in the Arkansas-White-Red, Columbia, Missouri, Northeast, and Pacific Southwest areas.

This Department and the Departments of the Army, the Interior, and Health, Education, and Welfare have jointly considered river basin surveys and investigations currently needed to attain the goal proposed by the Senate Select Committee on National Water Resources and recommended by the President for surveying the river basins of the Nation. Based on this joint consideration, this estimate includes \$2.4 million for conducting these inter-agency comprehensive surveys during fiscal 1965. In addition, \$1.5 million is included to continue the other cooperative river basin surveys begun in prior years at about the 1964 level.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
SOIL CONSERVATION SERVICE			
11 Personnel compensation:			
Permanent positions	15,714	17,579	17,519
Positions other than permanent	1,235	1,455	1,450
Other personnel compensation	315	504	390
Total personnel compensation	17,264	19,538	19,359
12 Personnel benefits	1,295	1,435	1,430
21 Travel and transportation of persons	1,133	1,272	1,268
22 Transportation of things	177	225	224
23 Rent, communications, and utilities	475	535	533
24 Printing and reproduction	360	449	447
25 Other services	741	1,233	1,219
Watershed construction contracts	747	1,383	700
Services of other agencies	312	325	324
26 Supplies and materials	599	645	643
31 Equipment	885	583	581
41 Grants, subsidies, and contributions	31,052	32,027	32,773
42 Insurance claims and indemnities	2	---	---
Total, Soil Conservation Service	55,042	59,650	59,501

SOIL CONSERVATION SERVICE—Continued

General and special funds—Continued

WATERSHED PROTECTION—Continued

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....	815	1,118	1,203
Positions other than permanent.....	57	61	57
Other personnel compensation.....	1	9	6
Total personnel compensation.....	873	1,188	1,266
12 Personnel benefits.....	65	87	94
21 Travel and transportation of persons.....	121	156	163
22 Transportation of things.....	12	18	17
23 Rent, communications, and utilities.....	15	17	19
24 Printing and reproduction.....	4	13	15
25 Other services.....	155	131	131
Services of other agencies.....	14	20	24
26 Supplies and materials.....	28	25	24
31 Equipment.....	16	17	17
32 Lands and structures.....	9	10	10
33 Investments and loans.....	2,103	4,005	4,700
41 Grants, subsidies, and contributions.....	335	696	700
Total, allotment accounts.....	3,750	6,383	7,180
Total obligations.....	58,792	66,033	66,681
Obligations are distributed as follows:			
Agriculture:			
Soil Conservation Service.....	55,042	59,650	59,501
Economic Research Service.....	385	507	553
Farmers Home Administration.....	2,216	4,205	5,000
Forest Service.....	1,009	1,569	1,530
Interior.....	140	102	97

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	2,429	2,600	2,522
Full-time equivalent of other positions.....	321	370	365
Average number of all employees.....	2,595	2,802	2,726
Employees in permanent positions, end of year.....	2,245	2,410	2,360
Employees in other positions, end of year.....	552	610	585
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,204	\$7,238
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	144	191	206
Full-time equivalent of other positions.....	14	14	12
Average number of all employees.....	119	152	160
Employees in permanent positions, end of year.....	116	152	167
Employees in other positions, end of year.....	45	51	49
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$7,206	\$7,626	\$7,639

FLOOD PREVENTION

For expenses necessary, in accordance with the Flood Control Act, approved June 22, 1936 (33 U.S.C. 701-709, 16 U.S.C. 1006a), as amended and supplemented, and in accordance with the provisions of laws relating to the activities of the Department, to perform works of improvement, including funds for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$100,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), to remain available until expended; **[\$25,465,000]** \$22,656,000, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for flood prevention

purposes: *Provided*, That no part of such funds shall be used for the purchase of lands in the Yazoo and Little Tallahatchie watersheds without specific approval of the county board of supervisors of the county in which such lands are situated: *Provided further*, That not to exceed **[\$1,000,000]** \$200,000, together with the unobligated balance of funds previously appropriated for loans and related expense, shall be available for such purposes. (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$11 thousand for activities transferred in the estimates to the following appropriations: "Salaries and expenses," Office of the Inspector General, \$8 thousand; "Salaries and expenses," Office of Management Services, \$3 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Works of improvement.....	26,775	23,520	25,500
2. Loans and related expense.....	436	834	1,050
Total program costs, funded ¹	27,211	24,354	26,550
Change in selected resources ²	-4,802	1,261	-94
Total obligations.....	22,409	25,615	26,456
Financing:			
Comparative transfers to other accounts.....	8	11	-----
Unobligated balance brought forward.....	-4,271	-7,178	-6,986
Unobligated balance carried forward.....	7,178	6,986	3,186
New obligational authority.....	25,325	25,434	22,656
New obligational authority:			
Appropriation.....	25,326	25,465	22,656
Transferred to "Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436).....	-1	-31	-----
Appropriation (adjusted).....	25,325	25,434	22,656

¹ Includes capital outlay as follows: 1963, \$1,294 thousand; 1964, \$1,300 thousand; 1965, \$1,300 thousand.

² Selected resources as of June 30 are as follows:

	1962 actual	1963 actual	1964 estimate	1965 estimate
Unpaid undelivered orders.....	12,833	8,026	9,287	9,193
Advances.....	14	19	19	19
Total selected resources.....	12,847	8,045	9,306	9,212

1. *Installation of works of improvement.*—The Department cooperates with soil conservation districts and other local organizations in planning and installing works of improvement for flood prevention and for furthering the conservation, development, utilization, and disposal of water in the 11 watersheds authorized by the flood control act of 1944. The Federal Government shares in the cost of works of improvement for flood prevention, agricultural water management, recreation, and fish and wildlife development features.

The Department furnishes additional technical and in certain instances financial assistance to landowners to accelerate planning and installation of land treatment measures for runoff retardation, sediment control, and water management. Local sponsoring organizations must furnish all land, easements and rights-of-way, water rights, and the entire cost of works of improvement for non-agricultural water management measures, except those for fish and wildlife development and recreation, and operate and maintain all completed works of improvement.

2. *Loans and related expense.*—Loans are made to local organizations to help finance their share of the costs of planned works of improvement. Repayment with interest is required within 50 years after the principal benefits of

improvements first become available. Of the 1965 estimate for flood prevention, not to exceed \$200 thousand is to be available for such purpose, together with any unobligated balances of loan funds carried over from prior years. It is estimated that about \$2.7 million is available for this purpose during 1964, a significant portion of which will not be required during that year.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
SOIL CONSERVATION SERVICE			
11 Personnel compensation:			
Permanent positions.....	5,080	5,224	5,063
Positions other than permanent.....	699	740	770
Other personnel compensation.....	156	201	174
Total personnel compensation.....	5,935	6,165	6,007
12 Personnel benefits.....	436	453	435
21 Travel and transportation of persons.....	248	255	247
22 Transportation of things.....	34	40	38
23 Rent, communications, and utilities.....	173	160	150
24 Printing and reproduction.....	101	125	110
25 Other services.....	730	750	750
Watershed construction contracts.....	10,515	11,387	12,198
Services of other agencies.....	76	74	74
26 Supplies and materials.....	619	620	615
31 Equipment.....	141	150	175
41 Grants, subsidies, and contributions.....	262	900	1,000
Total, Soil Conservation Service.....	19,270	21,079	21,799
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....	1,019	1,123	1,138
Positions other than permanent.....	705	852	800
Other personnel compensation.....	25	34	30
Total personnel compensation.....	1,749	2,009	1,968
12 Personnel benefits.....	108	120	117
21 Travel and transportation of persons.....	35	43	41
22 Transportation of things.....	110	115	120
23 Rent, communications, and utilities.....	61	65	65
24 Printing and reproduction.....	2	1	1
25 Other services.....	297	318	360
Services of other agencies.....	129	120	120
26 Supplies and materials.....	559	575	600
31 Equipment.....	33	35	40
32 Lands and structures.....	1	104	190
33 Investments and loans.....	—	950	950
41 Grants, subsidies, and contributions.....	86	116	120
42 Insurance claims and indemnities.....	1	—	—
Subtotal.....	3,171	4,571	4,692
Deduct quarters and subsistence charges.....	32	35	35
Total, allotment accounts.....	3,139	4,536	4,657
Total obligations.....	22,409	25,615	26,456
Obligations are distributed as follows:			
Soil Conservation Service.....	19,270	21,079	21,799
Economic Research Service.....	28	43	43
Farmers Home Administration.....	60	1,000	1,000
Forest Service.....	3,051	3,493	3,614

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	823	805	800
Full-time equivalent of other positions.....	195	182	182
Average number of all employees.....	996	975	940
Employees in permanent positions, end of year.....	760	760	750
Employees in other positions, end of year.....	348	340	310
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,204	\$7,238

Personnel Summary—Continued

	1963 actual	1964 estimate	1965 estimate
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	162	173	170
Full-time equivalent of other positions.....	202	240	220
Average number of all employees.....	363	410	387
Employees in permanent positions, end of year.....	160	172	176
Employees in other positions, end of year.....	56	90	80
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,570	\$6,892	\$6,904

GREAT PLAINS CONSERVATION PROGRAM

For necessary expenses to carry into effect a program of conservation in the Great Plains area, pursuant to section 16(b) of the Soil Conservation and Domestic Allotment Act, as added by the Act of August 7, 1956 (16 U.S.C. 590p), **[\$13,622,000] \$14,744,000**, to remain available until expended. (5 U.S.C. 511-512; *Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$5 thousand for activities transferred in the estimates to "Salaries and expenses," Office of the Inspector General.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Great Plains conservation program (program costs, funded) ¹	9,993	11,600	12,693
Change in selected resources ²	2,303	2,141	2,051
Total obligations.....	12,296	13,741	14,744
Financing:			
Comparative transfers to other accounts.....	6	5	—
Unobligated balance brought forward.....	—77	—129	—
Unobligated balance carried forward.....	129	—	—
New obligational authority.....	12,354	13,617	14,744
New obligational authority:			
Appropriation.....	12,354	13,622	14,744
Transferred to "Operating expenses, Public Buildings Service," General Services Administration (77 Stat. 436).....	—	—5	—
Appropriation (adjusted).....	12,354	13,617	14,744

¹ Includes capital outlay as follows: 1963, \$108 thousand; 1964, \$110 thousand; 1965, \$125 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$17,261 thousand; 1963, \$19,564 thousand; 1964, \$21,705 thousand; 1965, \$23,756 thousand.

This program provides cost-sharing assistance and technical support to participating farmers and ranchers in the development and installation of long-term conservation plans for their land. It is a voluntary program which supplements other conservation programs of the Department in designated counties of the 10 Great Plains States. Cost-sharing contracts with each individual landowner extend over a period of 3 to 10 years and include a plan of operations for the entire farm or ranch. A time schedule for installing the cost-share practices is also included as a part of each contract, the primary purpose of which is to achieve the needed land use adjustments, conservation treatments, and economic stability for each farm or ranch unit.

The maximum cost-share rate offered in any contract does not exceed 80% of the average cost of installing each eligible practice within the designated county, but the amount is less for some practices. Participants often

SOIL CONSERVATION SERVICE—Continued

General and special funds—Continued

GREAT PLAINS CONSERVATION PROGRAM—Continued

install practices in excess of the amounts on which cost shares are obligated, and apply other needed management-type practices on which no cost shares are paid. Federal cost-sharing is further limited to \$2,500 for the constructing, enlarging, or deepening of any dam, pit, or pond for irrigation water; and to not more than \$2,500 for irrigation practices in any one contract, or one-fourth of the total Federal obligation, whichever is the larger.

Federal cost-sharing is limited to \$25 thousand for any one contract. The total cost-sharing payments that may be paid to producers are limited to \$25 million for any one program year and \$150 million in cost-share obligations for the total program. Under present legislation the final date for entering into such contracts will expire December 31, 1971.

Each participant who signs a Great Plains program contract is responsible for installing his plan of operations as scheduled, and the Department is committed to furnish the necessary technical help when needed for design, layout, and other assistance with any or all practices included in the plan. Cooperating farmers and ranchers are encouraged to use other available sources of assistance under local, State, and Federal programs.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
SOIL CONSERVATION SERVICE			
11 Personnel compensation:			
Permanent positions.....	2,057	2,370	2,430
Positions other than permanent.....	151	214	212
Other personnel compensation.....	2	21	12
Total personnel compensation.....	2,210	2,605	2,654
12 Personnel benefits.....	172	196	200
21 Travel and transportation of persons.....	44	61	65
22 Transportation of things.....	12	15	16
23 Rent, communications, and utilities.....	45	48	51
24 Printing and reproduction.....	13	16	17
25 Other services.....	22	30	32
Services of other agencies.....	15	23	25
26 Supplies and materials.....	91	110	115
31 Equipment.....	33	21	25
41 Grants, subsidies, and contributions.....	9,543	10,513	11,436
Total, Soil Conservation Service.....	12,200	13,638	14,636
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....	20	24	26
Positions other than permanent.....	1		
Total personnel compensation.....	21	24	26
12 Personnel benefits.....	2	2	2
21 Travel and transportation of persons.....	1	1	1
25 Services of other agencies.....	7	6	6
Advanced to—			
Expenses, Agricultural Stabilization and Conservation Service.....	65	69	72
26 Supplies and materials.....		1	1
Total, allotment accounts.....	96	103	108
Total obligations.....	12,296	13,741	14,744

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Obligations are distributed as follows:			
Soil Conservation Service.....	12,200	13,638	14,636
Agricultural Stabilization and Conservation Service.....	65	69	72
Forest Service.....	17	18	20
Office of Information.....	14	16	16

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	111	113	116
Full-time equivalent of other positions.....	38	55	56
Average number of all employees.....	342	385	390
Employees in permanent positions, end of year.....	140	136	147
Employees in other positions, end of year.....	78	71	80
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,204	\$7,238
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	3	4	4
Average number of all employees.....	3	3	3
Employees in permanent positions, end of year.....	2	3	3
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.5	7.5	7.5
Average GS salary.....	\$6,976	\$7,215	\$7,246

RESOURCE CONSERVATION AND DEVELOPMENT

For necessary expenses in planning and carrying out projects for resource conservation and development, and for sound land use, pursuant to the provisions of section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011; 76 Stat. 607), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), **["\$1,500,000"] \$2,044,000**, to remain available until expended: *Provided*, That not to exceed **["\$500,000"] \$800,000** of such amount shall be available for loans and related expenses under subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$50,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$4 thousand for activities transferred in the estimate to "Salaries and expenses," Office of Management Services.

The amount obligated in 1964 is shown in the schedule as a comparative transfer.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Project investigation and planning.....		421	431
2. Resource development and technical assistance.....			950
3. Loans and related expense.....			1,200
Total program costs, funded ¹		421	2,581
Change in selected resources ²			538
Total obligations.....		421	3,119
Financing:			
Comparative transfer to other accounts.....		4	
Unobligated balance brought forward.....		1,075	—1,075
Unobligated balance carried forward.....			
New obligatory authority (appropriation).....		1,500	2,044

¹ Includes estimated capital outlay as follows: 1964, \$25 thousand; 1965, \$150 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$538 thousand.

The Department cooperates with other Federal agencies, States, and local units of government in developing and carrying out project plans for resource development on private lands, and will share in the cost of installing planned works of improvement when justified as a public need. The Department will also provide loans to local sponsoring organizations and individuals to help them finance their share of the cost on certain improvements.

Technical assistance will be provided within each approved project area to help cooperating individuals to plan and install land treatments, for which no cost-shares are paid from this appropriation; to assist local organizations and groups with the design, construction, and installation of new facilities; and for the preparation of overall work plans as a basis for resource development, and economic improvement.

The work under this program will consist of planning, designing and installing practices and measures, the primary purpose of which is to develop or improve the economic use of natural resources. This may include recreational facilities and income-producing enterprises where needed within approved project areas. Investigations, surveys and planning are prerequisite to the operating phases of this program. Financial contributions and other assistance will be used to help install planned measures which provide substantial public benefit. Loans will also be made where needed to aid local public agencies and project sponsors in financing works of improvement as specified in approved work plans.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
SOIL CONSERVATION SERVICE			
11 Personnel compensation:			
Permanent positions.....		215	690
Positions other than permanent.....		40	51
Other personnel compensation.....		5	5
Total personnel compensation.....		260	746
12 Personnel benefits.....		17	60
21 Travel and transportation of persons.....		10	40
22 Transportation of things.....		4	10
23 Rent, communications, and utilities.....		13	35
24 Printing and reproduction.....		3	6
25 Other services.....		6	14
Services of other agencies.....		5	8
26 Supplies and materials.....		10	20
31 Equipment.....		12	50
41 Grants, subsidies, and contributions.....			700
Total. Soil Conservation Service.....		340	1,689
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....		57	231
Other personnel compensation.....		1	3
Total personnel compensation.....		58	234
12 Personnel benefits.....		5	17
21 Travel and transportation of persons.....		9	21
23 Rent, communications, and utilities.....		2	2
25 Other services.....		3	2
Services of other agencies.....		2	3
26 Supplies and materials.....		1	1
31 Equipment.....		1	
33 Investments and loans.....			1,150
Total, allotment accounts.....		81	1,430
Total obligations.....		421	3,119

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Obligations are distributed as follows:			
Soil Conservation Service.....		340	1,689
Economic Research Service.....		31	50
Farmers Home Administration.....			1,300
Forest Service.....		50	80

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....		50	120
Full-time equivalent of other positions.....		10	12
Average number of all employees.....		25	75
Employees in permanent positions, end of year.....		40	100
Employees in other positions, end of year.....		10	20
Average GS grade.....		7.6	7.6
Average GS salary.....		\$7,204	\$7,238
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....		8	35
Average number of all employees.....		8	33
Employees in permanent positions, end of year.....		10	36
Employees in other positions, end of year.....		0	0
Average GS grade.....		8.5	8.4
Average GS salary.....		\$7,165	\$7,052

WATER CONSERVATION AND UTILIZATION PROJECTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Financing:			
Unobligated balance brought forward.....	-127	-127	-127
Unobligated balance carried forward.....	127	127	127
New obligatory authority.....			

The Service has been developing irrigation farming units for sale on the Eden Valley project in Wyoming where the Bureau of Reclamation has constructed the water storage facility and the principal canals. Land development for irrigation and settlement has been completed in accordance with the project plan prepared cooperatively with the Bureau of Reclamation. The farms developed in the project have been sold with the exception of four. One of these has been transferred to the State of Wyoming as a demonstration farm. The other three tracts are expected to be transferred to the Department of Interior during the 1964 fiscal year. The Eden Valley project office has been closed. A soil conservation district has been organized and staffed to furnish technical assistance in soil and water conservation to the project settlers. Sufficient funds are available from prior-year appropriations to protect the interests of the Government and to provide a reserve in case of need for adjustments in remaining unpaid obligations. No new appropriations will be required.

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in—Funds appropriated to the President: "Agency for International Development," and "Public works acceleration."

SOIL CONSERVATION SERVICE—Continued**Intragovernmental funds:****ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Sale of maps and mosaics.....	632	640	650
2. Sale of personal property.....	761	750	750
3. Technical assistance to agricultural conservation program participants.....	7,591	8,000	4,800
4. Technical assistance to cropland conversion program participants.....	81	175	200
5. Area redevelopment program (Commerce).....	73	80	80
6. Miscellaneous services to other accounts.....	1,800	2,005	2,200
Total program costs, funded—obligations.....	10,938	11,650	8,620
Financing:			
Advances and reimbursements from—			
Other accounts.....	9,180	9,800	6,730
Non-Federal sources ¹	1,758	1,850	1,950
Total financing.....	10,938	11,650	8,680

¹ Reimbursements from non-Federal sources above are from State, county, municipal, and private organizations for soil and water conservation work rendered under cooperative agreements (16 U.S.C. 590a–590f); from Government agencies, farmers, or other persons for reproduction of aerial and other photographs, mosaics, and soil and land use and other maps (7 U.S.C. 1387); from proceeds of sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	6,937	7,440	5,375
Positions other than permanent.....	1,199	1,350	1,085
Other personnel compensation.....	28	90	40
Total personnel compensation.....	8,164	8,880	6,500
12 Personnel benefits.....	618	672	490
21 Travel and transportation of persons.....	98	100	70
22 Transportation of things.....	8	8	8
23 Rent, communications, and utilities.....	61	64	60
24 Printing and reproduction.....	26	26	25
25 Other services.....	753	740	607
26 Supplies and materials.....	424	430	330
31 Equipment.....	773	730	590
41 Grants, subsidies, and contributions.....	13		
Total obligations.....	10,938	11,650	8,680

Personnel Summary

Total number of permanent positions.....	417	425	274
Full-time equivalent of other positions.....	276	285	185
Average number of all employees.....	1,466	1,505	975
Employees in permanent positions, end of year.....	597	598	390
Employees in other positions, end of year.....	453	467	270
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,204	\$7,238

ECONOMIC RESEARCH SERVICE**General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Economic Research Service in conducting economic research and service relating to agricultural production, marketing, and distribution, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621–1627), and other

laws, including economics of marketing; analyses relating to farm prices, income and population, and demand for farm products, use of resources in agriculture, adjustments, costs and returns in farming, and farm finance; and for analyses of supply and demand for farm products in foreign countries and their effect on prospects for United States exports, progress in economic development and its relation to sales of farm products, assembly and analysis of agricultural trade statistics and analysis of international financial and monetary programs and policies as they affect the competitive position of United States farm products; [\$9,912,000] \$9,476,000; *Provided*, That not less than \$350,000 of the funds contained in this appropriation shall be available to continue to gather statistics and conduct a special study on the price spread between the farmer and consumer: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$75,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That not less than \$145,000 of the funds contained in this appropriation shall be available for analysis of statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis. (5 U.S.C. 511–512; 7 U.S.C. 411, 1761–1768; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$662 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Farm economics.....	3,079	3,341	3,424
2. Marketing economics.....	2,890	2,899	2,971
3. Domestic and foreign economic analysis.....	2,655	3,007	3,081
Total program costs, funded ¹	8,624	9,247	9,476
Change in selected resources ²	218		
Total obligations.....	8,842	9,247	9,476
Financing:			
Comparative transfers to other accounts.....	933	662	
Unobligated balance lapsing.....	59		
New obligational authority.....	9,834	9,909	9,476
New obligational authority:			
Appropriation.....	9,500	9,912	9,476
Transfer from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 34).....	339		
Transferred to—			
"Salaries and expenses, general administration" (76 Stat. 1212).....	—5		
"Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436).....	—1	—3	
Appropriation (adjusted).....	9,834	9,909	9,476

¹ Includes capital outlay as follows: 1963, \$98 thousand; 1964, \$30 thousand; 1965, \$30 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Advances.....	4				
Unpaid undelivered orders.....	390	39	651	651	651
Total selected resources.....	394	39	651	651	651

Agricultural economics research in the Department is administered by the Economic Research Service. The results of the research program are relied upon by (a) producers, dealers, importers, and exporters as aids in planning the most profitable adjustments in their operations, (b) Government agencies in formulating and administering agricultural programs, and (c) Congress in considering agricultural legislation.

1. *Farm economics.*—Research is conducted to measure, appraise, and analyze on a continuing basis, economic changes that occur in farming and in the use of rural resources and to indicate needed adjustments.

Research on the economics of farm production includes the economics of organization and management of farms; adjustments in production to prospective demands, and changing technologies; appraisals of costs and returns on farms representative of important types, sizes, and locations, and the appraisal of costs of producing important commodities; development of measures of farm output and productivity; problems of farm size and capital requirements; financing of farm enterprises; taxation, insurance of land values; and appraisal of alternative agricultural production policies and programs.

Resource development economics is concerned with the management of the Nation's land and water resources and particularly the changing rural economy and institutional structure. It includes economic development; improvement of income opportunities in depressed areas; rural renewal; analysis of river basin and watershed programs, land tenure, and resource organization and policy.

2. *Marketing economics.*—This activity covers economic aspects of marketing farm products, including the nature of farmers' bargaining power; potentials for new products and new uses; market structure, costs and margins; the economic effects of school lunch, special milk, food stamp, and direct food distribution programs.

3. *Domestic and foreign economic analysis.*—Domestic economic analysis is concerned with identifying, measuring, and analyzing: (1) the factors affecting demand, supply, and price of agricultural commodities; (2) relationships between the agricultural sector and the national economy; (3) farm income and the income of the farm population; (4) demand and consumption of farm products; (5) long-term projections of economic growth and farm products demand; (6) farm population, manpower and levels of living; and (7) historical developments in the policies, programs, and organization of the Department.

Foreign economic analysis includes trade studies and investigation of supply-demand relations. The trade and market studies focus on the problems of developing foreign markets and the effect of these developments on agricultural production. Research is carried on in more than 100 countries, focusing on the forces affecting supply, demand, and trade in farm products, and their impact on U.S. agricultural exports.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	6,571	7,128	7,369
Positions other than permanent.....	174	205	206
Other personnel compensation.....	14	74	45
Total personnel compensation.....	6,759	7,407	7,620
12 Personnel benefits.....	502	555	571
21 Travel and transportation of persons.....	316	301	301
22 Transportation of things.....	18	10	10
23 Rent, communications, and utilities.....	127	120	120
24 Printing and reproduction.....	192	166	166
25 Other services.....	524	255	255
Services of other agencies.....	281	335	335
26 Supplies and materials.....	63	63	63
31 Equipment.....	60	35	35
Total obligations.....	8,842	9,247	9,476

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	1,097	1,066	1,066
Full-time equivalent of other positions.....	32	44	44
Average number of all employees.....	861	893	893
Employees in permanent positions, end of year.....	886	912	907
Employees in other positions, end of year.....	64	69	68
Average GS grade.....	8.8	8.9	8.9
Average GS salary.....	\$7,927	\$8,448	\$8,441
Average salary of ungraded positions.....	\$7,014	\$7,610	\$7,610

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:

Funds appropriated to the President, "Agency for International Development."
 Agriculture:
 Soil Conservation Service:
 "Flood prevention."
 "Watershed protection."
 "Resource conservation and development."
 Farmers Home Administration, "Rural renewal."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Area Redevelopment Act (Commerce):			
Operations.....	65	58	60
Technical assistance.....	13	9	-----
Research.....	5	20	5
Watershed protection.....	123	191	191
Other economic research.....	764	509	509
Total program costs, funded ¹	970	787	765
Changes in selected resources ²	8	-----	-----
Total obligations.....	978	787	765
Financing:			
Advances and reimbursements from other accounts.....	979	787	765
Unobligated balance lapsing.....	1	-----	-----
Total financing.....	978	787	765

¹ Includes capital outlay as follows: 1963, \$2 thousand; 1964, \$0.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1962, \$10 thousand; 1963, \$18 thousand; 1964, \$18 thousand; 1965, \$18 thousand.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	491	540	529
Positions other than permanent.....	54	4	4
Other personnel compensation.....	1	2	2
Total personnel compensation.....	546	546	535
12 Personnel benefits.....	41	41	41
21 Travel and transportation of persons.....	104	82	81
23 Rent, communications, and utilities.....	7	5	5
24 Printing and reproduction.....	4	2	2
25 Other services.....	44	36	27
Services of other agencies.....	226	66	66
26 Supplies and materials.....	3	7	6
31 Equipment.....	3	2	2
Total obligations.....	978	787	765

ECONOMIC RESEARCH SERVICE—Continued**Intragovernmental funds—Continued****ADVANCES AND REIMBURSEMENTS—Continued****Personnel Summary**

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	45	30	30
Full-time equivalent of other positions.....	12	1	1
Average number of all employees.....	75	66	65
Employees in permanent positions, end of year.....	44	55	52
Employees in other positions, end of year.....	17	1	1
Average GS grade.....	8.8	8.9	8.9
Average GS salary.....	\$7,927	\$8,448	\$8,441
Average salary of ungraded positions.....	\$7,014	\$7,610	\$7,610

STATISTICAL REPORTING SERVICE**General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Statistical Reporting Service in conducting statistical reporting and service work, including crop and livestock estimates, statistical coordination and improvements, and marketing surveys, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, [\$11,290,500] \$11,431,400: *Provided*, That no part of the funds herein appropriated shall be available for any expense incident to publishing estimates of apple production for other than the commercial crop. (5 U.S.C. 511-512, 556b; 7 U.S.C. 411, 411a, 411b, 471, 475, 501, 951, 953, 955-957; 42 U.S.C. 1891-1893; *Department of Agriculture and Related Agencies Appropriation Act, 1964*.)

Note.—Excludes \$681 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Crop and livestock estimates.....	8,628	10,054	10,975
2. Statistical research and service.....	586	537	456
Total program costs, funded ¹	9,214	10,591	11,431
Change in selected resources ²	69	-----	-----
Total obligations.....	9,283	10,591	11,431
Financing:			
Comparative transfer to other accounts.....	650	681	-----
Unobligated balance lapsing.....	79	-----	-----
New obligational authority.....	10,012	11,272	11,431
New obligational authority:			
Appropriation.....	9,693	11,290	11,431
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 20).....	332	-----	-----
Transferred to—			
"Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436).....	—7	—19	-----
"Salaries and expenses," general administration (76 Stat. 1212).....	—6	-----	-----
Appropriation (adjusted).....	10,012	11,272	11,431

¹ Includes capital outlay as follows: 1963, \$101 thousand; 1964, \$262 thousand; 1965, \$193 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$317 thousand; (1963 adjustments, —\$31 thousand); 1963, \$355 thousand; 1964, \$355 thousand; 1965, \$355 thousand.

The Service administers programs relating to crop and livestock estimates and statistical research and service. The statistical and economic data developed on food and agriculture are essential to farmers, processors, and handlers in making production and marketing decisions, and to legislators, administrators and others concerned with developing and administering agricultural programs. The basic facts provided by this service are also essential to economic analyses and other agricultural research programs.

1. *Crop and livestock estimates.*—This service provides the official estimates on this Nation's agriculture, including acreage, yield, and production of crops, stocks, and value of farm commodities, numbers and inventory value of livestock items, and prices paid and received by farmers. These data are basic to computation of parity prices. Data on approximately 150 crop and livestock products are covered in some 700 reports issued each year. The activity is conducted through 43 State offices serving 50 States, most of which are operated as joint State and Federal services. Cooperative arrangements with State agencies provide a considerable volume of additional data which would not be collected or made available from Federal funds. During 1963 cooperating States expended an estimated \$1.6 million of their own funds on these associated State programs. A comparison of activity data for 1962 and 1963, including work performed under cooperative arrangements is as follows:

	1962 actual	1963 actual
Separate mailings of inquiry forms, average per field office.....	372	378
Total questionnaires handled:		
Number distributed.....	9,650,000	9,750,000
Number of returns tabulated.....	3,100,000	3,100,000
Number of objective survey contacts (measurements and interviews).....	103,000	136,000
Number of official reports issued, all offices.....	9,600	9,800
Copies of reports distributed.....	13,700,000	14,200,000
Publications distributed.....	3,520,000	3,475,000
Special requests for information answered by field offices.....	65,300	67,200

The increase for 1965 would be used to place the long-range program to improve the crop and livestock estimating service in operation in additional States.

2. *Statistical research and service.*—This work includes review of all statistical forms, survey plans, and reporting and recordkeeping requirements originating in the Department and requiring Bureau of the Budget approval; liaison for coordination of statistics within the Department and with other statistical agencies; development of new and improved methods and techniques, and providing technical consulting services to other agencies of the Department; research on and development of sampling, forecasting, and other basic statistical techniques and methods to improve the crop and livestock estimates of the Department; use of and consultation on automatic data processing to develop and adopt this medium for improving the accuracy and timeliness of crop and livestock estimates; and conduct of special surveys relating to the marketing of agricultural products. A comparison of activity data for 1962 and 1963 is as follows:

	1962 actual	1963 actual
Statistical forms-reports (Federal Reports Act): Departmental clearance and review for submission to Bureau of the Budget.....	593	645
Improvement of crop and livestock estimating methods:		
Number of research projects.....	12	13
Special surveys: Number of research projects.....	15	15

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	5,661	6,074	6,466
Positions other than permanent.....	768	1,007	1,259
Other personnel compensation.....	40	84	61
Total personnel compensation.....	6,469	7,165	7,786
12 Personnel benefits.....	474	574	610
21 Travel and transportation of persons.....	701	930	1,079
22 Transportation of things.....	61	76	80
23 Rent, communications, and utilities.....	691	804	819
24 Printing and reproduction.....	289	304	313
25 Other services.....	228	273	235
Services of other agencies.....	46	124	124
26 Supplies and materials.....	124	141	159
31 Equipment.....	200	200	226
Total obligations.....	9,283	10,591	11,431

Personnel Summary

Total number of permanent positions.....	1,134	1,100	1,150
Full-time equivalent of other positions.....	183	229	284
Average number of all employees.....	1,061	1,145	1,240
Employees in permanent positions, end of year.....	934	1,063	1,113
Employees in other positions, end of year.....	1,262	1,352	1,785
Average GS grade.....	6.5	6.8	6.7
Average GS salary.....	\$6,294	\$6,794	\$6,771
Average salary of ungraded positions.....	\$6,687	\$7,216	\$7,216

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, Funds appropriated to the President, "Agency for International Development."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Statistical and tabulating services:			
Agriculture.....	1,057	1,376	1,393
Other agencies.....	336	100	100
2. Area Redevelopment Program (Commerce).....	10	16	17
Total program costs, funded ¹	1,403	1,492	1,510
Change in selected resources ²	-2		
Total obligations.....	1,401	1,492	1,510
Financing:			
Advances and reimbursements from—			
Other accounts.....	1,373	1,460	1,478
Non-Federal sources ³	28	32	32
Total financing.....	1,401	1,492	1,510

¹ Includes capital outlay as follows: 1963, \$60 thousand; 1964, \$18 thousand; 1965, \$21 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; (1963 adjustments, \$2 thousand); 1963, \$0; 1964, \$0; 1965, \$0.

³ Reimbursements from non-Federal sources are derived from the sale of personal property being replaced (40 U.S.C. 481(c)), and from cooperating State departments of agriculture (7 U.S.C. 1624).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	814	862	879
Positions other than permanent.....	25	4	4
Other personnel compensation.....	32	56	56
Total personnel compensation.....	871	922	939
12 Personnel benefits.....	63	65	66
21 Travel and transportation of persons.....	39	14	14
22 Transportation of things.....	6	7	7
23 Rent, communications, and utilities.....	188	200	200
24 Printing and reproduction.....	34	48	48
25 Other services.....	56	137	137
Services of other agencies.....	41	31	31
26 Supplies and materials.....	30	47	47
31 Equipment.....	73	21	21
Total obligations.....	1,401	1,492	1,510

Personnel Summary

Total number of permanent positions.....	202	202	202
Full-time equivalent of other positions.....	6	1	1
Average number of all employees.....	134	170	170
Employees in permanent positions, end of year.....	155	202	202
Employees in other positions, end of year.....	75	0	0
Average GS grade.....	6.5	6.8	6.7
Average GS salary.....	\$6,294	\$6,794	\$6,771
Average salary of ungraded positions.....	\$6,687	\$7,216	\$7,216

AGRICULTURAL MARKETING SERVICE

General and special funds:

MARKETING RESEARCH AND SERVICE

For expenses necessary to carry on research and service to improve and develop marketing and distribution relating to agriculture as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, including the administration of marketing regulatory acts connected therewith; research and development, including related cost and efficiency evaluations, and services relating to agricultural marketing and distribution, for carrying out regulatory acts connected therewith, and for administration and coordination of payments to States; and this appropriation shall be available for field employment pursuant to section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$25,000 shall be available for employment at rates not to exceed \$75 per diem under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a) in carrying out section 201(a) to 201(d), inclusive, of title II of the Agricultural Adjustment Act of 1938 (7 U.S.C. 1291) and section 203(j) of the Agricultural Marketing Act of 1946, [\$42,498,975] \$43,975,000: *Provided*, That appropriations hereunder shall be available pursuant to 5 U.S.C. 565a for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of erecting any one building during the fiscal year shall not exceed \$20,000, except for one building to be constructed at a cost not to exceed \$45,000, and the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater. (5 U.S.C. 511-512, 541a, 556b, 563-564, 575; 7 U.S.C. 51-65, 71-87, 91-99, 181-229, 241-273, 414a, 415b, 415e, 423, 440, 471-476, 501-508, 511-511g, 516, 581-589, 591-599, 1551-1610; 15 U.S.C. 251-257i; 21 U.S.C. 94a, 451-469; 26 U.S.C. 4851-4854, 4861-4865, 4871-4877, 6001, 6804, 7233, 7263, 7492-7493, 7701; 31 U.S.C. 725d; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$242 thousand for activities transferred in the estimates to: "Salaries and expenses," Office of Inspector General \$236 thousand.

"Salaries and expenses," Office of Management Services \$6 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

AGRICULTURAL MARKETING SERVICE—Con.

General and special funds—Continued

MARKETING RESEARCH AND SERVICE—Continued

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Direct program:			
1. Marketing research.....	4,787	5,041	4,460
2. Market news service.....	5,645	6,158	6,363
3. Inspection, grading, classing and stand- ardization:			
(a) Poultry inspection.....	13,985	14,875	16,622
(b) All other.....	11,801	12,079	12,362
4. Regulatory activities.....	3,698	4,001	4,086
5. Administration and coordination of State payments.....	72	80	82
Total direct program costs funded ¹	39,988	42,234	43,975
Change in selected resources ²	212		
Total direct obligations.....	40,200	42,234	43,975
Reimbursable program:			
3. Inspection, grading, classing and stand- ardization ³	837	1,502	1,434
Total obligations.....	41,037	43,736	45,409
Financing:			
Comparative transfer to other accounts.....	304	242	
Advances and reimbursements:			
For emergency preparedness functions.....		—85	—182
From other accounts.....	—837	—1,417	—1,252
Unobligated balance lapsing.....	515		
New obligational authority.....	41,018	42,476	43,975
New obligational authority:			
Appropriation.....	39,795	42,499	43,975
Transferred from "Special milk program" Agricultural Marketing Service (77 Stat. 34).....	1,268		
Transferred to—			
"Operating expenses, Public Buildings Service," General Services Administra- tion (76 Stat. 728 and 77 Stat. 436).....	—38	—23	
"Salaries and expenses, general administra- tion" (76 Stat. 1212).....	—7		
Appropriation (adjusted).....	41,018	42,476	43,975

¹ Includes capital outlay as follows: 1963, \$664 thousand; 1964, \$491 thousand; 1965, \$370 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Unpaid undelivered orders.....	995	—98	1,115	1,115	1,115
Advances.....	26		20	20	20
Total selected resources.....	1,021	—98	1,135	1,135	1,135

³ Includes capital outlay as follows: 1963, \$11 thousand; 1964, \$7 thousand; 1965, \$7 thousand.

Domestic agricultural marketing and distribution functions of the Department are concentrated primarily in the Agricultural Marketing Service. The marketing job is increasing in complexity as the market structure is subjected to near revolutionary changes such as concentration in food retailing, trend toward direct buying, decentralization of processing, growth of interregional competition, and growing trend toward vertical integration and contract farming.

1. *Marketing research.*—This work is directed toward developing practical answers to problems encountered in moving products from the farm to the consumer. In cooperation with public and private agencies and trade

groups, efforts are made to develop objective methods to determine quality, reduce losses from waste and spoilage, and improve efficiency in the physical handling of farm products as they move through marketing channels. The work includes research at each stage of marketing, such as assembly points, terminal or central markets, and retail markets.

The net decrease for 1965 includes funds for stepping up research to control insects in marketing channels without harmful residues, eliminates research on market facility planning and wholesaling and retailing operations, and reduces research at a number of locations on other physical handling of farm products in marketing channels.

	1961 actual	1962 actual	1963 actual
Individual research projects:			
Active at end of year.....	290	258	235
Completed during year.....	54	86	66
Initiated during year.....	79	57	72
Contracts for marketing research by private firms or other non-Federal agencies:			
Number negotiated during year.....	18	13	14
Number in effect, end of year.....	32	38	28

2. *Market news service.*—This service provides current information on supply, movement, and prices at specific markets for practically all agricultural commodities. This day-to-day market information enables American farmers to determine where and when to sell and at what price. The information is collected and disseminated at year-round and seasonal offices maintained in more than 130 cities and towns, often with local and other support and cooperation, generally from State departments of agriculture.

The proposed increase for 1965 would be used for further modernization of the leased teletype system and to meet the cost of increased teletype rates. This increase is partially offset by a decrease in Federal contributions to certain services to conform with the long-range market news financing plan.

MARKET NEWS SERVICE

	1961 actual	1962 actual	1963 actual
States covered by cooperative agree- ment.....	41	43	43
Field offices:			
Year-round.....	179	179	181
Seasonal.....	37	40	40
Buyers and sellers interviewed.....	22,287	22,859	22,850
Daily newspapers carrying reports (approximate).....	1,200	1,200	1,200
Stations broadcasting reports:			
Radio.....	1,584	1,584	1,584
Television.....	169	169	169
Mimeographed releases to growers, shippers, and others.....	23,364,240	23,609,907	23,098,583
Names on mailing list.....	268,445	266,108	257,758

3. Inspection, grading, classing and standardization.

STANDARDIZATION ACTIVITIES

	1961 actual	1962 actual	1963 actual
Grade standards in effect.....	1,523	1,535	1,512
Number of commodities covered.....	284	294	295

INSPECTION, GRADING, AND CLASSING ACTIVITIES UNDER APPROPRIATED FUNDS

	Unit	1963 actual	1964 estimate	1965 estimate
Cotton classings by Federal employees.....		15,300,199	19,360,000	17,500,000
Grain inspections by licensees.....		3,469,017	3,600,000	3,600,000
Volume inspected.....	1,000 bu.	6,276,407	7,000,000	7,000,000
Tobacco auction markets.....		176	176	176
Volume inspected at mar- kets.....	mil. lbs.	2,323	2,300	2,300
Sets of buyers.....		238	238	238

3a. *Poultry inspection.*—Inspection of poultry for wholesomeness is provided pursuant to the Poultry Products Inspection Act of 1957. All poultry moving in interstate or foreign commerce is required to be inspected both before and after slaughter. Birds found to be unfit for human consumption are condemned and removed from channels of trade.

POULTRY INSPECTION ACTIVITIES

	1963 actual	1964 estimate	1965 estimate
Inspected production (mil. lbs.).....	9,936	10,643	11,264
Plants under inspection June 30.....	966	1,056	1,056
Cities in which plants are located June 30..	610	659	659
Evisceration lines under inspection June 30..	1,367	1,402	1,430

The increase for 1965 provides for (1) inspection of the expected increased volume of poultry production and (2) the cost of the reclassification of poultry inspector positions. A supplemental appropriation for 1964 is proposed for separate transmittal.

3b. *Other inspection, grading, classing, and standardization.*—Nationally uniform standards of quality of agricultural products are established and applied to specific lots of produce to promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; encourage better preparation of uniform quality products for market; and furnish consumers with more definite information on the quality of products they buy. The standards are applied by or under the supervision of Federal employees at the request of any interested party, and generally for a fee. Approximately 74% of the total cost of this work was offset by fees and other revenue in 1963, which are shown principally under Agricultural Marketing Service trust funds in part II of the Budget Appendix. Legislation will be proposed to place poultry inspection and certain other activities on a self-supporting basis resulting in a reduction of \$18,635 thousand for the fiscal year 1965.

4. *Regulatory activities.*—These include the administration of regulatory laws such as Packers and Stockyards, Standard Container, U.S. Warehouse, and Federal Seed Acts, to assure fair play in the marketplace; to protect producers and handlers of agricultural commodities from financial loss due to careless or fraudulent marketing practices; and to preserve free and open competition in the marketing of farm products. Assistance is also provided to farmers and others in obtaining and maintaining equitable and reasonable transportation rates and services on farm products and supplies.

	1963 actual	1964 estimate	1965 estimate
Packers and Stockyards Act:			
Yards posted and subject to supervision.....	2,250	2,245	2,240
Formal proceedings requiring action.....	545	617	638
Warehouse Act:			
Number of licensed warehouses.....	1,799	1,850	1,875
Capacity of licensed warehouses:			
Grain (million bushels).....	1,299.0	1,400.0	1,450.0
Cotton (million bales).....	14.0	14.8	15.0
Average number of supervisory inspections per warehouse.....	1.89	1.70	1.50
Seed Act:			
Import actions.....	16,057	20,000	20,000
Interstate investigations:			
Completed.....	777	750	750
Pending.....	574	824	1,074
Seed samples tested.....	20,713	25,250	25,250
Freight rate services:			
Formal litigation.....	56	56	56
Informal negotiations.....	30	30	30

5. *Administration and coordination of State payments.*—This covers the Federal activity required in administering and coordinating the marketing service work performed by the States and financed jointly by State funds and Federal funds provided by the appropriation Payments to States and Possessions. In 1964, this work will be carried on in 42 States with 125 work projects.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL MARKETING SERVICE			
Personnel compensation:			
Permanent positions.....	28,481	30,501	31,779
Positions other than permanent.....	1,339	1,698	1,708
Other personnel compensation.....	250	456	379
Total personnel compensation.....	30,070	32,655	33,866
Direct obligations:			
11 Personnel compensation.....	29,468	31,565	32,783
12 Personnel benefits.....	2,217	2,360	2,431
21 Travel and transportation of persons.....	2,601	2,717	2,792
22 Transportation of things.....	434	457	468
23 Rent, communications, and utilities.....	1,985	2,202	2,337
24 Printing and reproduction.....	310	362	356
25 Other services.....	1,066	851	969
Services of other agencies.....	689	817	836
26 Supplies and materials.....	543	523	531
31 Equipment.....	869	380	472
41 Grants, subsidies, and contributions.....	1		
Total direct obligations.....	40,183	42,234	43,975
Reimbursable obligations:			
11 Personnel compensation.....	602	1,089	1,083
12 Personnel benefits.....	40	72	74
21 Travel and transportation of persons.....	75	136	109
22 Transportation of things.....	31	49	42
23 Rent, communications, and utilities.....	34	58	55
24 Printing and reproduction.....	7	20	18
25 Other services.....	6	10	11
Services of other agencies.....	7	11	11
26 Supplies and materials.....	20	33	25
31 Equipment.....	15	24	6
Total reimbursable obligations.....	837	1,502	1,434
Total, Agricultural Marketing Service.....	41,020	43,736	45,409
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25 Other services: Services of other agencies.....	17		
Total obligations.....	41,037	43,736	45,409

Personnel Summary

Total number of permanent positions.....	6,287	5,571	5,574
Full-time equivalent of other positions.....	298	397	391
Average number of all employees.....	4,463	4,616	4,610
Employees in permanent positions, end of year.....	3,860	4,043	4,013
Employees in other positions, end of year.....	308	356	339
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

AGRICULTURAL MARKETING SERVICE—Con.**General and special funds—Continued**

Proposed for separate transmittal:

MARKETING RESEARCH AND SERVICE**Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Poultry inspection (costs—obligations)-----		173	
Financing:			
New obligational authority (proposed supplemental appropriation)-----		173	

Under existing legislation, 1964.—A proposed supplemental appropriation in the amount of \$173 thousand for reclassification of nonveterinarian poultry inspector positions.

Late in August 1963, the Civil Service Commission released poultry classification standards which will raise the grade level classification of approximately 1,500 positions in the Poultry Inspection Service. The tentative supplemental estimate of \$173 thousand represents the cost of the reclassification for the last quarter of the year. The annual cost in 1965 is estimated at \$665 thousand.

Proposed for separate transmittal:

MARKETING RESEARCH AND SERVICE**Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
3. Inspection, grading, classing, and standardization:			
(a) Poultry inspection-----			-16,622
(b) All other-----			-1,975
4. Regulatory activities-----			-38
Total obligations-----			-18,635
Financing:			
New obligational authority (proposed supplemental appropriation)-----			-18,635

Under proposed legislation, 1965.—A reduction of \$18,635 thousand is anticipated for 1965 under legislation being proposed as follows: (1) Amend the Poultry Products Inspection Act to place the service on a self-supporting basis; (2) amend the U.S. Grain Standards Act by placing the service on a voluntary basis with recovery of full costs of the special benefit services; and (3) eliminate the regulatory provisions of the Naval Stores Act and repeal the Tobacco Seed and Plant Exportation Act, the Wool Standards Act, and two Standard Container Acts. In addition, the legislation would propose a funding mechanism for reimbursement by users for inspection services rendered.

PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities

under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), **[\$1,500,000]** \$1,425,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Payment for marketing service work (sec. 204(b) of the Agricultural Marketing Act of 1946) (costs—obligations) (object class 41)-----	1,425	1,500	1,425
Financing:			
New obligational authority (appropriation)---	1,425	1,500	1,425

Payments are made on a matching fund basis to State marketing agencies for carrying out specifically approved marketing service programs designed to bring about improved marketing. Under this activity, marketing specialists work with farmers, marketing firms, and agencies in solving marketing problems and in putting to use marketing research results.

This program covers such projects as methods of maintaining and improving the quality of products; ways of reducing marketing costs; expanding outlets for surplus products; the collection and dissemination of special State and local market information and statistics; and improving the organizational structure of the marketing system. Through this cooperative approach, the Federal Government's leadership and money are coupled with State resources and experience to aid in the solution of the most urgent local and area marketing problems.

In 1964, 42 States are conducting about 125 projects. For 1965, the program is projected at the 1963 level.

SPECIAL MILK PROGRAM

For necessary expenses to carry out the Special Milk Program, as authorized by the Act of August 8, 1961 (7 U.S.C. 1446, note), **[\$100,000,000]** \$99,831,000, to be derived by transfer from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c). (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$166 thousand for activities transferred in the estimates to the following appropriations:
 "Salaries and expenses," Office of the Inspector General, \$162 thousand.
 "Salaries and expenses," Office of Management Services, \$4 thousand.
 The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Cash payments to States-----	93,893	99,252	99,237
2. Operating expenses-----	544	582	594
Total program costs, funded ¹ -----	94,437	99,834	99,831
Change in selected resources ² -----	3		
Total obligations-----	94,440	99,834	99,831
Financing:			
Comparative transfers to other accounts-----	143	166	
Unobligated balance lapsing-----	5,414		
New obligational authority-----	99,997	100,000	99,831

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	105,000	100,000	-----
Transferred from "Removal of surplus agricultural commodities".....	-----	-----	99,831
Transferred to—			
"Salaries and expenses, general administration" (76 Stat. 1212).....	—3	-----	-----
"Salaries and expenses," Agricultural Research Service (77 Stat. 34).....	—3,314	-----	-----
"Marketing research and services," Agricultural Marketing Service (77 Stat. 34).....	—1,268	-----	-----
"Salaries and expenses," Rural Electrification Administration (77 Stat. 35).....	—418	-----	-----
Appropriation (adjusted):			
Current.....	99,997	100,000	-----
Permanent.....	-----	-----	99,831

¹ Includes capital outlay as follows: 1963, \$6 thousand; 1964, \$4 thousand; and 1965, \$4 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$3 thousand; 1964, \$3 thousand; 1965, \$3 thousand.

This program is designed to increase the consumption of fluid milk by children in nonprofit schools of high school grade and under, child-care centers, summer camps and similar nonprofit institutions.

From its inception in 1955 through 1962, the program was financed through advances from Commodity Credit Corporation funds. The Agricultural Act of 1961 changed the financing to a direct appropriation beginning July 1, 1962.

1. *Cash payments to States.*—Funds are advanced to State agencies to reimburse eligible participants for a part of the cost of the fluid milk consumed. An initial reserve is established at the beginning of the fiscal year for each State based on the total amount of reimbursement payments made during the preceding fiscal year adjusted for average growth. In especially needy schools, reimbursement payments may be made for the full cost of this milk for children who are unable to pay.

In 1963 about 2.8 billion half-pints of fluid milk were consumed by children—over six times the quantity in 1955, the first year of operation of the program. This represents over 2.5% of the total nonfarm consumption of fluid milk in the United States. Milk consumed under this program is expected to continue to increase at about 6% in 1964. The budget contemplates some reduction in 1965 in the maximum reimbursement rates for milk served and as a result, growth in the program in that year is projected at 4%.

Program activities from 1962 through 1965 are as follows:

	1962 actual	1963 preliminary	1964 estimate	1965 estimate
Outlets participating.....	88,188	90,486	92,000	94,000
Half-pints of milk reimbursed (million).....	2,631.0	2,788.1	2,955.4	3,070.0
Average reimbursement rate per half-pint.....	3.38¢	3.37¢	3.36¢	3.23¢

2. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools, and child-care institutions. Policies, procedures, and standards are developed for administering the program and determining eligibility. The program is administered directly in 8,068 outlets where no State agency has assumed the responsibility for its administration or is prohibited by law from disbursing funds to such participants.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	420	463	476
Other personnel compensation.....	-----	4	3
Total personnel compensation.....	420	467	479
12 Personnel benefits.....	31	35	36
21 Travel and transportation of persons.....	40	33	37
22 Transportation of things.....	4	2	2
23 Rent, communications, and utilities.....	15	17	17
24 Printing and reproduction.....	12	10	9
25 Other services.....	8	5	4
Services of other agencies.....	-----	1	-----
26 Supplies and materials.....	11	7	6
31 Equipment.....	6	5	4
41 Grants, subsidies, and contributions.....	93,893	99,252	99,237
Total obligations.....	94,440	99,834	99,831

Personnel Summary

Total number of permanent positions.....	79	80	80
Average number of all employees.....	57	68	68
Employees in permanent positions, end of year.....	53	71	70
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

SCHOOL LUNCH PROGRAM

For necessary expenses to carry out the provisions of the National School Lunch Act, as amended (42 U.S.C. 1751-1760), **[\$137,000,000]** \$147,610,000, including \$2,000,000 for special assistance to needy schools, as authorized by law: *Provided*, That no part of this appropriation shall be used for nonfood assistance under section 5 of said Act: *Provided further*, That \$45,000,000 shall be transferred to this appropriation from funds available under section 32 of the Act of August 24, 1935, for purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act. (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$384 thousand for activities transferred in the estimates to the following appropriations:

(a) "Salaries and expenses," Office of the Inspector General, \$374 thousand.

(b) "Salaries and expenses," Office of Management Services, \$10 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Food assistance:			
(a) Cash payments to States.....	108,580	120,600	129,600
(b) Special cash assistance.....	-----	-----	2,000
(c) Commodity procurement.....	59,025	59,330	59,310
2. Operating expenses.....	1,544	1,686	1,700
Total, program costs funded ¹	169,149	181,616	192,610
Change in selected resources ²	18	-----	-----
Total obligations.....	169,167	181,616	192,610
Financing:			
Comparative transfers to other accounts.....	315	384	-----
Unobligated balance lapsing.....	511	-----	-----
New obligational authority.....	169,993	182,000	192,610

AGRICULTURAL MARKETING SERVICE—Con.**General and special funds—Continued****SCHOOL LUNCH PROGRAM—Continued****Program and Financing (in thousands of dollars)—Continued**

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	125,000	137,000	147,610
Transferred from "Removal of surplus agricultural commodities" (76 Stat. 1208).....	45,000	45,000	45,000
Transfer to "Salaries and expenses, general administration" (76 Stat. 1212).....	-7	-----	-----
Appropriation (adjusted):			
Current.....	124,993	137,000	147,610
Permanent.....	45,000	45,000	45,000

¹ Includes capital outlay as follows: 1963, \$15 thousand; 1964, \$16 thousand; 1965, \$16 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$7 thousand; 1963, \$25 thousand; 1964, \$25 thousand; 1965, \$25 thousand.

1. *Food assistance*, in the form of both funds and food, is provided to the States and possessions in serving lunches to school children. Each State's portion of the funds available was determined by a statutory formula through fiscal year 1962. The formula took into account the number of school-age children in the State and the relationship between the per capita income of the State and the average United States per capita income. The amendment to the Act, effective July 1, 1962, changed the formula to include participation in place of school-age population. A new provision is also included in the amendment for providing special cash assistance to needy schools in serving free or reduced price lunches.

The increase for 1965 would provide for normal growth in the program, and for initiating a program of special assistance to needy schools.

The program is operated under an agreement entered into by the State educational agency and the Department of Agriculture. Schools make application to the State agency and if accepted are reimbursed for a part of the food cost of each meal served. In 1963, the States contributed to this program over \$947 million, most of which came from payments by children. This was far in excess of the statutory matching requirement of \$3 for each Federal dollar of cash payment.

This appropriation is also used to purchase food for distribution to the schools to help meet the nutritional requirements of the lunches. Transfers are made to this appropriation from the fund Removal of surplus agricultural commodities for the purchase and distribution of agricultural commodities and other foods. Further, commodities acquired under price support and surplus removal programs, and assistance through the special milk program are available to the schools. The volume of surplus commodities distributed to schools, however, depends upon market conditions.

The program during the peak month in 1963 provided lunches to over 33% of the approximately 45.2 million school children in the country. The number of lunches served increased approximately 5.65% over 1962. Participation in the program in December 1962 reached 15 million children in 66,715 schools and an appreciable increase is expected in 1964 and 1965.

During 1963 about \$826 million worth of agricultural commodities and other foods were used in the program. About 22% of this amount represented commodities con-

tributed under section 6 of the School Lunch Act and the Federal surplus removal and price support programs. Over 78% of the food used in the program was purchased by the schools through local suppliers.

Participation in the program from 1962 through 1965 is as follows:

	1962 actual	1963 actual	1964 estimate	1965 estimate
Number of schools (month of peak participation).....	65,965	67,728	69,500	71,300
Number of school children (peak thousands).....	14,184	14,957	15,760	16,600
Number of meals served (millions)---	2,428	2,555	2,722	2,886

Financing of the program in the last 4 years was as follows (in millions of dollars):

	1960	1961	1962	1963
State and local contributions (total, including payments by children)---	775.8	824.7	887.8	947.5
Federal appropriation (National School Lunch Act):				
(a) Cash payments.....	93.7	93.6	98.7	108.6
(b) Commodity distribution (sec. 6).....	61.1	61.1	69.1	58.9
Surplus commodity distribution---	70.9	71.6	113.0	121.0
Special milk program.....	78.0	81.5	86.1	90.8
Federal contributions.....	303.7	307.8	366.9	379.3
Total, all contributions.....	1,079.5	1,132.5	1,254.7	1,326.8

2. *Operating expenses* consist of overall administration of the program including policy formulation and administrative reviews; administrative and technical assistance to State agencies and participating schools; and administering the program directly in over 3,000 private schools where the State educational agency is prohibited by law from disbursing funds.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	906	1,023	1,066
Positions other than permanent.....	-----	1	1
Other personnel compensation.....	6	10	5
Total personnel compensation.....	912	1,034	1,072
12 Personnel benefits.....	67	74	80
21 Travel and transportation of persons.....	99	98	100
22 Transportation of things.....	5	6	6
23 Rent, communications, and utilities.....	61	81	81
24 Printing and reproduction.....	30	123	86
25 Other services.....	13	13	13
Services of other agencies.....	342	221	227
26 Supplies and materials.....	18	20	19
Grants of commodities to States.....	59,025	59,330	59,310
31 Equipment.....	15	16	16
41 Grants, subsidies, and contributions (cash payments).....	108,580	120,600	131,600
Total obligations.....	169,167	181,616	192,610

Personnel Summary

Total number of permanent positions.....	168	158	158
Average number of all employees.....	129	142	142
Employees in permanent positions, end of year.....	136	141	140
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

(Permanent, indefinite, special fund)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Licensing dealers and handling complaints:			
Direct costs.....	774	890	905
Reimbursable costs.....	6		
Total program costs, funded ¹	780	890	905
Change in selected resources ²	-1		
Total obligations.....	779	890	905
Financing:			
Comparative transfer to other accounts.....	2	2	
Unobligated balance brought forward.....	-174	-145	-85
Advances from "Marketing research and service" (7 U.S.C. 499s).....	-6		
Unobligated balance carried forward.....	145	85	73
New obligational authority (appropriation).....	746	832	893

¹ Includes capital outlay as follows: 1963, \$2 thousand; 1964, \$5 thousand; 1965, \$5 thousand.

² Selected resources as of June 30 are as follows: 1962, \$1 thousand; 1963, \$0; 1964, \$0; 1965, \$0

License fees are deposited in this special fund and are used to meet costs of administering the Perishable Agricultural Commodities, and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s). Public Law 87-725, enacted October 1, 1962, authorizes an increase in fees from \$25 to a maximum of \$50. Effective January 1, 1963, the fee was increased to \$36.

These acts are intended to assure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payments of reparation awards, and (c) suspension or revocation of license and/or publication of the facts. Approximately 23,000 licenses were in effect on June 30, 1963, and a decrease of 1,000 is expected in 1964 as a result of the additional exemptions authorized by the amendment approved October 1, 1962. The number of complaints received is expected to continue to average around 2,250.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Direct obligations:			
11 Personnel compensation:			
Permanent positions.....	632	710	727
Positions other than permanent.....	1	1	1
Other personnel compensation.....		6	3
Total personnel compensation.....	633	717	731
12 Personnel benefits.....	43	54	55
21 Travel and transportation of persons.....	45	49	49
22 Transportation of things.....	1	2	2
23 Rent, communications, and utilities.....	31	38	38
24 Printing and reproduction.....	9	11	11
25 Other services.....	4	4	4
26 Supplies and materials.....	6	9	9
31 Equipment.....	1	6	6
Total direct obligations.....	773	890	905

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Reimbursable obligations:			
12 Personnel benefits.....	6		
Total obligations.....	779	890	905

Personnel Summary

Total number of permanent positions.....	118	117	117
Average number of all employees.....	96	106	106
Employees in permanent positions, end of year.....	103	111	110
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES (SECTION 32)

(Permanent, indefinite)

No funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) shall be used for any purpose other than commodity program expenses as authorized therein, and other related operating expenses, except for (1) transfers to the Department of the Interior as authorized by the Fish and Wildlife Act of August 8, 1956, (2) transfers otherwise provided in this Act, (3) not more than [\$4,754,000] \$2,924,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937, as amended, and the Agricultural Act of 1961, and (4) not more than [\$45,000,000] \$51,125,000 for expenses for the Pilot Food Stamp Program, and (5) not more than \$16,000,000 for transfer to the Commodity Credit Corporation to be used to increase domestic consumption of any farm commodity or farm commodities determined by the Secretary of Agriculture to be in surplus supply, and hereafter such sums (not in excess of \$25,000,000 in any one year) as may be approved by the Congress shall be available for such purpose, such authorization not to restrict authority in existing law, of which amount \$11,000,000 shall remain available until expended for construction and equipping of research facilities determined to be needed as a result of a special survey. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$1,390 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$1,355 thousand.

"Salaries and expenses," Office of Management Services, \$35 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Commodity program payments:			
(a) Direct purchases.....	91,113	261,894	167,383
(b) Diversion payments.....	1,879		
(c) Export payments.....	2,216		
2. Food stamp program.....	20,248	44,625	51,125
3. Surplus removal operating expenses.....	2,772	3,565	3,420
4. Marketing agreements and orders.....	1,841	4,357	2,924
Total program costs, funded ¹	120,069	314,441	224,852
Change in selected resources ²	1,199		
Total obligations.....	121,268	314,441	224,852
Financing:			
Comparative transfers to other accounts.....	1,287	1,460	
Unobligated balance brought forward.....	-300,000	-300,000	-300,000
Recovery of prior-year obligations.....	-789		
Unobligated balance carried forward.....	300,000	300,000	300,000
Unobligated balance lapsing.....	143,093		
New obligational authority.....	264,859	315,901	224,852

AGRICULTURAL MARKETING SERVICE—Con.

General and special funds—Continued

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES (SECTION 32)—Continued

(Permanent, indefinite)—Continued

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	318,069	369,391	378,000
Transferred to—			
"Salaries and expenses, general administration" (76 Stat. 1212).....	-22		
"Promote and develop fishery products and research pertaining to American fisheries," Bureau of Commercial Fisheries, Department of the Interior (15 U.S.C. 713-c as amended by Act of Aug. 8, 1956).....	-5,071	-5,373	-5,200
"School Lunch Program," Agricultural Marketing Service (77 Stat. 826).....	-45,000	-45,000	-45,000
"Special Milk Program," Agricultural Marketing Service.....			-99,831
"Salaries and expenses," Foreign Agricultural Service (77 Stat. 827).....	-3,117	-3,117	-3,117
Appropriation (adjusted).....	264,859	315,901	224,852

¹ Includes capital outlay as follows: 1963, \$48 thousand; 1964, \$50 thousand; 1965, \$40 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores.....	17,716		26,729	26,729	26,729
Unpaid undelivered orders....	18,080	-789	9,477	9,477	9,477
Total selected resources....	35,796	-789	36,206	36,206	36,206

Under section 32 of the act of August 24, 1935, as amended (7 U.S.C. 612c), an amount equal to 30% of customs receipts during each calendar year (except for an amount equal to 30% of such receipts collected on fishery products transferred to the Department of Interior to encourage the distribution of fishery products), and unused balances up to \$300 million are available for expanding domestic and foreign market outlets for farm commodities. As provided in recent appropriation acts, transfers have been made from this fund to the school lunch program for the purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act. Section 32 funds are also authorized for the administration of marketing agreements and orders. The basic legislation provides that funds devoted to any one commodity or product thereof must not exceed 25% of funds available. It also provides that the funds must be devoted principally to perishable agricultural commodities other than those receiving price support under title II of the Agricultural Act of 1949, as amended. It has been determined that this provision can be legally satisfied by setting aside or reserving the principal portion of section 32 funds for the use of perishable nonbasic agricultural commodities when the occasion arises warranting their use for such purpose.

1. *Commodity program payments* are of four types: (a) *Direct purchases* are donated to the school lunch program, charitable institutions serving needy persons, and persons certified by welfare agencies as eligible for relief; (b) *Diversion payments* enable processors to purchase surplus commodities on the domestic market, divert them to by-products and new uses, and sell them at prices comparable to competing products, thus creating new markets for surplus commodities; (c) *Export payments* enable exporter to purchase surplus commodities on the domestic market

and sell them on the world market at competitive world prices; (d) *Production payments*, none of which were made in 1963, help to reestablish farmers' purchasing power. During the past 2 years assistance under these programs was given to the following commodity groups (in millions of dollars).

Obligations	1962	1963
Dairy products.....	.9	---
Eggs and poultry.....	31.2	24.4
Fruits.....	1.5	3.7
Grains.....	1.6	.2
Livestock.....	82.0	58.9
Peanut butter.....	7.9	3.0
Tobacco.....	1.5	3.0
Vegetables.....	16.7	2.7
Miscellaneous.....	.1	.3
Total.....	143.4	96.2

The use of section 32 program funds is contingent upon economic conditions. The estimates for both 1964 and 1965 reflect full use of available funds except for the \$300 million carryover. Within the total each year, provision will be made for the foreseeable needs for perishables and other activities financed with section 32 funds. Some purchases may be made of commodities which would otherwise be donated by the Commodity Credit Corporation under section 416 of the Agricultural Act of 1949.

Distribution of the total in advance would be highly tentative since the type of program to be used is dependent upon a determination at the time of the kind of action which will best meet the particular need which had developed. If troublesome surpluses not now foreseen should develop, steps will be taken to use additional available funds for their removal or diversion as conditions might warrant.

2. *Food stamp program* aims to encourage increased domestic use of agricultural food commodities among low-income families through issuance of food coupons which may be used in retail stores for the purchase of commercial-brand foods. Currently, 43 pilot programs are in operation in 22 States and an additional two counties in the State of Washington are scheduled to enter the program in the immediate future. The budget assumes that in 1965 the pilot program will continue to be carried on at slightly above the currently authorized level with financing from section 32 funds. Legislation is pending to authorize the program on a permanent basis with financing through a direct appropriation.

3. *Surplus removal operating expenses* occur mainly in connection with purchasing, exporting, and diverting surplus commodities and in distributing section 32 and Commodity Credit Corporation commodities to eligible domestic outlets. Distribution in 1963, including that under section 6 of the National School Lunch Act, which is financed from school lunch funds, is summarized below (in millions):

	Number of recipients (peak month)	Value of commodities distributed	Pounds of commodities distributed
By recipients:			
School children.....	16.9	\$179.9	775.0
Needy persons.....	7.0	204.4	1,246.0
Persons in charitable institutions....	1.4	29.0	165.2
Total.....		413.3	2,186.2
By program:			
Section 32.....		95.8	329.3
Donation by Commodity Credit Corporation under section 416.....		258.6	1,570.0
Section 6, National School Lunch Act.....		58.9	286.9
Total.....		413.3	2,186.2

Supervisory assistance is furnished local and State groups to encourage the preservation of abundant commodities for year-round use. In cooperation with the food trade, press and radio, greater consumption of abundant foods is encouraged. In 1963 the monthly plentiful foods list contained an average of 8 foods, and 7 national and 30 area, State, and local drives were conducted. A reduction in these activities is anticipated in fiscal 1965.

4. *Marketing agreements and orders* are put into effect upon request of producers or handlers after hearings and investigations, and approval by producers (and handlers in case of marketing agreements). They help to stabilize prices and benefit producers and consumers by establishing and maintaining orderly marketing conditions. Administration at the local level is financed by assessments upon handlers. On June 30, 1963, there were 83 orders in effect for milk and 45 covering tree fruits, tree nuts, and vegetables. Agreement and order programs pursuant to the Agricultural Act of 1961 are being financed under this project. Increased funds for administration of the fruit, tree nut, vegetable, and milk agreement and order programs are more than offset by the estimated decrease in activities under the Agricultural Act of 1961.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions	4,011	4,802	4,714
Positions other than permanent	46	32	34
Other personnel compensation	9	46	44
Total personnel compensation	4,066	4,880	4,792
12 Personnel benefits	304	364	354
21 Travel and transportation of persons	306	406	367
22 Transportation of things	30	81	81
23 Rent, communications, and utilities	186	222	210
24 Printing and reproduction	414	695	457
25 Other services	97	81	61
Services of other agencies	682	2,916	1,243
26 Supplies and materials	50	52	38
Grants of commodities to States	91,240	255,394	162,213
31 Equipment	63	50	36
41 Grants, subsidies, and contributions (Commodity program payments)	23,830	49,300	55,000
Total obligations	121,268	314,441	224,852

Personnel Summary

	1963	1964	1965
Total number of permanent positions	681	693	664
Full-time equivalent of other positions	14	6	6
Average number of all employees	563	660	631
Employees in permanent positions, end of year	597	627	591
Employees in other positions, end of year	18	18	13
Average GS grade	7.7	7.7	8.0
Average GS salary	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions	\$4,822	\$4,964	\$5,062

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President, "Agency for International Development," Office of Emergency Planning, "Emergency preparedness functions of Federal agencies."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Market news service:			
Department of Agriculture	95	91	91
State agencies under cooperative agreement	206	207	207
Non-Federal sources	1	1	1
2. Inspection, grading, classing, and standardization:			
Department of Agriculture	163	178	178
Other Federal agencies	13	10	10
Non-Federal sources	2,226	2,312	2,237
3. Research on cotton quality evaluation	44	102	
4. Entomological research for Navy	19		
5. Storage research on Commodity Credit Corporation owned grain	144	157	157
6. Area redevelopment	23	25	10
7. Miscellaneous services to other accounts	37	36	9
Total program costs, funded ¹	2,971	3,119	2,900
Change in selected resources ²	-43	-111	
Total obligations	2,928	3,008	2,900
Financing:			
Unobligated balance brought forward		6	
Advances and reimbursements from:			
Other accounts	493	473	446
Non-Federal sources ³	2,442	2,529	2,454
Unobligated balance carried forward	-6		
Unobligated balance lapsing	-1		
Total financing	2,928	3,008	2,900

¹ Includes capital outlay as follows: 1963, \$16 thousand; 1964, \$8 thousand; 1965, \$8 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$150 thousand (1963 adjustments, \$8 thousand); 1963, \$115 thousand; 1964, \$4 thousand; 1965, \$4 thousand.

³ Reimbursements from non-Federal sources above include amounts from cooperating universities and State, county, local and private agricultural agencies (5 U.S.C. 563, 564); from States, municipalities, persons, or licensed tobacco inspectors for services rendered (7 U.S.C. 511e); from sale of photographic slides (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); for overtime and holiday work performed at poultry processing plants and in connection with appeal inspections on grain (21 U.S.C. 468); (7 U.S.C. 78); and refund of terminal leave payments (5 U.S.C. 61b) from jury fees (5 U.S.C. 30p); and from importers in connection with reconditioning seed (7 U.S.C. 1582(a)).

⁴ 1963 amounts exclude \$328 thousand of unfilled orders from other accounts at end of year which will become reimbursements of a subsequent year.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions	975	809	808
Positions other than permanent	1	48	41
Other personnel compensation	1,554	1,837	1,774
Total personnel compensation	2,530	2,694	2,623
12 Personnel benefits	74	46	46
21 Travel and transportation of persons	138	99	78
22 Transportation of things	4	7	7
23 Rent, communications, and utilities	85	74	73
24 Printing and reproduction	14	6	4
25 Other services	16	18	17
Services of other agencies	18	19	16
26 Supplies and materials	31	31	28
31 Equipment	18	14	8
Total obligations	2,928	3,008	2,900

AGRICULTURAL MARKETING SERVICE—Con.

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	189	162	161
Full-time equivalent of other positions.....		4	4
Average number of all employees.....	138	137	137
Employees in permanent positions, end of year.....	122	94	94
Employees in other positions, end of year.....	1	2	1
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

FOREIGN AGRICULTURAL SERVICE

General and special funds:

SALARIES AND EXPENSES

For necessary expenses for the Foreign Agricultural Service, including carrying out title VI of the Agricultural Act of 1954 (7 U.S.C. 1761-1768), market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work, including not to exceed \$35,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$18,699,500]** \$20,561,000: *Provided*, That not less than \$255,000 of the funds contained in this appropriation shall be available to obtain statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis: *Provided further*, That, in addition, not to exceed \$3,117,000 of the funds appropriated by section 32 of the Act of August 24, 1935, as amended (7 U.S.C. 612c), shall be merged with this appropriation and shall be available for all expenses of the Foreign Agricultural Service. (5 U.S.C. 511-512; *Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$112 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$110 thousand.

"Salaries and expenses," Office of Management Services, \$2 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. International trade.....	481	623	639
2. Agricultural attachés.....	3,413	4,108	4,186
3. Export programs.....	7,763	10,474	12,400
4. Commodity programs.....	2,063	2,414	2,486
5. Barter and stockpiling.....	530	591	609
6. General sales management.....	541	795	814
Total program costs, funded ¹	14,791	19,005	21,134
Change in selected resources ²	6,416	4,312	4,200
Total obligations.....	21,207	23,317	25,334
Financing:			
Comparative transfers from other accounts, net.....	-66	-25	
Advances and reimbursements from—			
"Limitation on administrative expenses, Commodity Credit Corporation".....	-1,108	-1,417	-1,596
Commodity Credit Corporation fund.....	-55	-58	-60
Unobligated balance lapsing.....	267		
New obligational authority.....	20,245	21,817	23,678

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	16,895	18,700	20,561
Transferred from "Removal of surplus agricultural commodities" (76 Stat. 1209).....	3,117	3,117	3,117
"Reimbursement for special milk programs", Commodity Credit Corporation (77 Stat. 34).....	234		
Transferred to "Salaries and expenses, general administration" (76 Stat. 1212).....	-1		
Appropriation (adjusted):			
Current.....	17,128	18,700	20,561
Permanent.....	3,117	3,117	3,117

¹ Includes capital outlay as follows: 1963, \$121 thousand; 1964, \$120 thousand; 1965, \$120 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Unpaid undelivered orders.....	5,398	-381	11,083	15,189	19,189
Advances.....	144		494	700	900
Total selected resources.....	5,542	-381	11,577	15,889	20,089

The primary function of the Foreign Agricultural Service is to help American agriculture in maintaining and expanding foreign markets for its products.

The agency performs two principal kinds of service functions: (a) It maintains a worldwide agricultural intelligence and reporting service, to assist U.S. agricultural industry in its export operations. This is done through a continuous program of analyzing and reporting foreign agricultural production, markets, and policies; (b) it helps to develop foreign markets for U.S. farm products through administration of special export programs and through helping to secure international trade conditions that are favorable toward our products.

1. *International trade.*—The Service directs and coordinates Department participation in the formulation of trade programs and agreements to stabilize and expand world trade in American agricultural products, and to reduce restrictive tariff and trade practices against import of American agricultural commodities. Of special importance at this time is the relationships with the European Common Market and intensive efforts are being made to maintain access to the Market for U.S. agricultural commodities. This requires comprehensive analysis of the developing situation in the Common Market countries and related trade areas and appropriate representation to officials of the European Economic Community. Recommendations for the departmental positions on trade agreements and international commodity agreements are formulated. Continuous review is made of the trade regulations of signatories to the General Agreement on Tariffs and Trade as these regulations affect the movement of American farm products in international trade. The Service administers a program of import controls in accordance with section 22 of the Agricultural Adjustment Act of 1935, as amended.

2. *Agricultural attachés.*—Agricultural attachés located in 61 posts assist in the development of markets abroad for U.S. agricultural commodities. A comprehensive schedule of foreign agricultural market and trade reporting is maintained to meet the needs of the American agricultural industry.

3. *Export programs.*—Maintenance and expansion of foreign markets for surplus agricultural products are promoted by (a) developing agreements with foreign

countries for sales of U.S. agricultural commodities under Public Law 480, and following up on the shipments of those commodities; and (b) directing and financing the operation of market development projects for agricultural products. Market development projects are, in most cases, carried out in cooperation with commodity trade groups under cooperative agreements. These projects carried out in foreign countries expand markets for U.S. agricultural commodities.

4. *Commodity programs.*—Information on foreign market requirements for specific commodities is obtained, analyzed, and made available to farm and trade groups. Market programs are developed for use by producers, exporters, and Government officials to maintain and expand the market abroad for U.S. farm products. Assistance is rendered to domestic trade representatives in negotiations with foreign government officials, importers, and consumers and bringing together American exporters and foreign importers under conditions favorable to trade.

5. *Barter and stockpiling.*—The Service, in cooperation with other Government agencies, conducts a barter program designed to utilize surplus agricultural commodities, in lieu of dollars, in acquiring from other countries, goods, materials and equipment required by other Government agencies and for the national and supplemental stockpiles. This work is financed from other funds transferred from Administrative expenses, Commodity Credit Corporation.

6. *General sales management.*—The Service conducts a general sales management program to develop sales, and pricing policies and programs for sales for export including sales for credit. The program also now includes price and quality review. Foreign data such as prices and stocks and rail, truck, barge and ocean freight rates and other market information is collected and recorded for use in program development. Information concerning prices and other sales terms, sales programs and commodity availabilities is furnished to U.S. exporters, foreign importers and foreign government officials. This work is financed with funds transferred from Administrative expenses, Commodity Credit Corporation.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
FOREIGN AGRICULTURAL SERVICE			
11 Personnel compensation:			
Permanent positions.....	6,241	6,998	7,274
Positions other than permanent.....	92	93	93
Other personnel compensation.....	83	123	102
Total personnel compensation.....	6,416	7,214	7,469
12 Personnel benefits.....	654	744	780
21 Travel and transportation of persons.....	761	1,175	1,144
22 Transportation of things.....	198	303	297
23 Rent, communications, and utilities.....	419	501	477
24 Printing and reproduction.....	161	180	177
25 Other services.....	11,357	12,175	13,679
Services of other agencies.....	881	812	1,094
26 Supplies and materials.....	65	88	92
31 Equipment.....	159	125	125
Total, Foreign Agricultural Service.....	21,071	23,317	25,334
ALLOCATION ACCOUNTS			
21 Travel and transportation of persons.....	3		
22 Transportation of things.....	14		
23 Rent, communications, and utilities.....	10		
25 Other services.....	103		

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
ALLOCATION ACCOUNTS—Continued			
26 Supplies and materials.....	6		
Total, allocation accounts.....	136		
Total obligations.....	21,207	23,317	25,334
Obligations are distributed as follows:			
Foreign Agricultural Service.....	21,071	23,317	25,334
Department of Commerce.....	86		
United States Information Agency.....	50		

Personnel Summary

Total number of permanent positions.....	830	906	924
Full-time equivalent of other positions.....	17	17	15
Average number of all employees.....	771	875	893
Employees in permanent positions, end of year.....	780	838	847
Employees in other positions, end of year.....	38	34	35
Average GS grade.....	9.4	9.4	9.4
Average GS salary.....	\$9,042	\$9,410	\$9,391
Average salary of ungraded positions.....	\$3,114	\$3,134	\$3,134

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Market development projects (program costs, funded).....	2,693	3,293	2,122
Change in selected resources ¹	—367	—381	—622
Total obligations.....	2,326	2,912	1,500
Financing:			
Unobligated balance brought forward.....	—3,906	—6,915	—4,003
Recovery of prior year obligations.....	—1,335		
Unobligated balance carried forward.....	6,915	4,003	2,503
New obligational authority (appropriation).....	4,000		

¹ Selected resources as of June 30, are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Unpaid undelivered orders.....	6,972	—1,333	5,417	5,068	4,503
Advances.....	693		548	516	459
Total selected re- sources.....	7,665	—1,333	5,965	5,584	4,962

Market development projects.—Foreign currencies generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended, as well as foreign currencies acquired by the United States from other sources, are used by the Foreign Agricultural Service to develop new foreign markets and expand existing markets for U.S. agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, fruits and vegetables, and tobacco.

The type of market development projects being carried out include sales promotion campaigns, trade fairs and exhibits, nutrition demonstrations, and market analyses.

FOREIGN AGRICULTURAL SERVICE—Continued**General and special funds—Continued****SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)—Continued**

In 1965 it is planned that the unobligated balance brought forward in this appropriation will be used to purchase those currencies necessary to carry on the program. Dollar funds for use in other countries are included in the appropriation Salaries and expenses.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
FOREIGN AGRICULTURAL SERVICE			
11 Personnel compensation:			
Permanent positions.....	148	68	43
Positions other than permanent.....	2	2	-----
Other personnel compensation.....	-----	1	-----
Total personnel compensation.....	150	71	43
12 Personnel benefits.....	5	2	1
21 Travel and transportation of persons.....	65	107	67
22 Transportation of things.....	5	5	1
23 Rent, communications, and utilities.....	35	51	3
24 Printing and reproduction.....	5	2	3
25 Other services.....	1,676	2,141	1,196
Services of other agencies.....	175	440	185
26 Supplies and materials.....	13	16	1
31 Equipment.....	2	2	-----
41 Grants, subsidies, and contributions.....	1	-----	-----
Total, Foreign Agricultural Service.....	2,132	2,837	1,500
ALLOCATION TO COMMERCE			
21 Travel and transportation of persons.....	3	1	-----
22 Transportation of things.....	16	6	-----
23 Rent, communications, and utilities.....	26	10	-----
24 Printing and reproduction.....	10	4	-----
25 Other services.....	136	53	-----
31 Equipment.....	3	1	-----
Total, Commerce.....	194	75	-----
Total obligations.....	2,326	2,912	1,500

Personnel Summary

Total number of permanent positions.....	60	31	21
Full-time equivalent of other positions.....	1	1	0
Average number of all employees.....	59	31	21
Employees in permanent positions, end of year.....	58	30	21
Employees in other positions, end of year.....	1	1	0
Average salary of ungraded positions.....	\$3,114	\$3,134	\$3,134

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:

- Funds Appropriated to the President, "Agency for International Development."
 Agriculture:
 "Commodity Credit Corporation fund."
 "Commodity Credit Corporation, administrative expenses."
 "Agricultural Stabilization and Conservation Service, expenses."
 "Removal of surplus agricultural commodities."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Commodity Credit Corporation representatives for sales, barter and stockpiling.....	2	2	2
2. Market development projects.....	20	-----	-----
3. Sale of personal property.....	14	20	20
4. Miscellaneous service to other accounts.....	46	46	47
Total program costs, funded—obligations.....	82	68	69
Financing:			
Advances and reimbursements from—			
Other accounts.....	54	48	49
Non-Federal sources ¹	28	20	20
Total financing.....	82	68	69

¹ Reimbursements from non-Federal sources are derived from proceeds from the sale of exhibit commodities (5 U.S.C. Supp. III 577) and proceeds from the sale of personal property being replaced (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent positions.....	34	37	38
12 Personnel benefits.....	2	3	3
21 Travel and transportation of persons.....	3	1	1
22 Transportation of things.....	3	-----	-----
25 Other services.....	20	-----	-----
Services of other agencies.....	8	8	8
31 Equipment.....	12	19	19
Total obligations.....	82	68	69

Personnel Summary

Total number of permanent positions.....	3	3	3
Average number of all employees.....	3	3	3
Employees in permanent positions, end of year.....	3	3	3
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	9.4	9.4	9.4
Average GS salary.....	\$9,042	\$9,410	\$9,391

INTERNATIONAL AGRICULTURAL DEVELOPMENT SERVICE

The Service administers the Department's responsibilities in the agricultural phases of the foreign economic assistance programs. This includes direction of the Department's activities under agreement with AID, particularly in agricultural assistance and training programs for foreign areas. It maintains relationships with international and U.S. organizations, including the land-grant

institutions, farm organizations, foundations, and other agricultural groups to utilize the scientific and institutional competence of American agriculture in carrying out such programs. The Service is financed entirely with funds allocated from the Agency for International Development.

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President, "Agency for International Development."

COMMODITY EXCHANGE AUTHORITY

General and special funds:

SALARIES AND EXPENSES

For necessary expenses to carry into effect the provisions of the Commodity Exchange Act, as amended (7 U.S.C. 1-17a), **[\$1,095,000] \$1,119,000.** (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$42 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Licensing and auditing of brokerage houses.....	244	267	276
2. Supervision of futures trading.....	567	573	596
3. Investigations.....	198	213	247
Total program costs, funded ¹	1,010	1,053	1,119
Change in selected resources ²	-1		
Total obligations.....	1,009	1,053	1,119
Financing:			
Comparative transfers to other accounts.....	46	42	
Unobligated balance lapsing.....	5		
New obligational authority.....	1,060	1,095	1,119
New obligational authority:			
Appropriation.....	1,022	1,095	1,119
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation for increased pay cost (77 Stat. 34).....	39		
Transferred to "Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728).....	-1		
Appropriation (adjusted).....	1,060	1,095	1,119

¹ Includes capital outlay as follows: 1963, \$5 thousand; 1964, \$1 thousand; 1965, \$2 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$4 thousand; 1963, \$3 thousand; 1964, \$3 thousand; 1965, \$3 thousand.

The major objectives of the Commodity Exchange Authority are to maintain fair and competitive pricing in the commodity futures markets by preventing manipulation and other abusive trading practices. Enforcement of the Commodity Exchange Act requires supervision over futures trading in 19 commodities on 17 exchanges currently designated as contract markets. Transactions on contract markets were estimated at 10.7 million in 1963, compared with 9.9 million in the 1962 fiscal year. The average of month-end open contracts in all commodities was approximately 147,000 in 1963, second highest in a 25-year period, reflecting the long-term rising trend in the utilization of futures markets.

1. *Licensing and auditing of brokerage houses.*—This consists of (a) prevention of the misuse of customers' funds by the analysis of financial statements of futures commission merchants and the periodic audits of their books and records; and (b) annual registration of futures commission merchants and floor brokers.

AUDITS AND REGISTRATIONS

	1963 actual	1964 estimate	1965 estimate
Audit of customers' segregated funds.....	529	560	560
Accounts examined.....	32,285	38,000	38,000
Financial statements examined.....	490	500	500
Futures commission merchants registered.....	431	440	440
Floor brokers registered.....	775	775	775

2. *Supervision of futures trading.*—This embraces (a) examination and analysis of reports and other market data, the making of market position surveys, and publication of reports on market situations; (b) establishment, review, and enforcement of speculative limits; and (c) cooperative activities with control committees of contract markets. In 1963, position surveys covered 3,531 traders.

REPORTS TABULATED AND ANALYZED

	1963 actual	1964 estimate	1965 estimate
Daily trading volume and open contracts.....	198,641	200,000	200,000
Daily and weekly reports on large traders.....	355,034	400,000	400,000
Delivery notices.....	59,442	65,000	65,000

3. *Investigations.*—Apparent or alleged violations of the law and regulations are investigated, and trade practice surveys are made to discover violations. The Authority also prepares and presents evidence of violations in administrative hearings and judicial proceedings. Exchange rules and regulations are reviewed to insure that legal requirements are met.

INVESTIGATIONS AND PROCEEDINGS

	1963 actual	1964 estimate	1965 estimate
Compliance investigations completed.....	42	50	50
Trade practice investigations completed.....	1	3	4
Administrative proceedings instituted.....	6	7	7
Criminal prosecutions instituted.....	0	1	0

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	858	902	966
Other personnel compensation.....	1	8	4
Total personnel compensation.....	859	910	970
12 Personnel benefits.....	64	67	69
21 Travel and transportation of persons.....	15	14	15
22 Transportation of things.....	1	1	1
23 Rent, communications, and utilities.....	28	27	27
24 Printing and reproduction.....	16	10	10
25 Other services.....	9	9	9
Services of other agencies.....	5	6	7
26 Supplies and materials.....	8	8	8
31 Equipment.....	4	1	3
Total obligations.....	1,009	1,053	1,119

Personnel Summary

Total number of permanent positions.....	124	122	126
Average number of all employees.....	120	119	123
Employees in permanent positions, end of year.....	119	119	123
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.5	7.5	7.5
Average GS salary.....	\$7,246	\$7,714	\$7,811

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

General and special funds:

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

For necessary administrative expenses of the Agricultural Stabilization and Conservation Service, including expenses to formulate and carry out programs authorized by title III of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1301-1393); Sugar Act of 1948, as amended (7 U.S.C. 1101-1161); sections 7 to 15, 16(a), 16(d), 16(e), 16(f), and 17 of the Soil Conservation and Domestic Allotment Act, as amended (16 U.S.C. 590g-[590(o) 590p(a), and] 590q; [76 Stat. 606-607] 7 U.S.C. 1010-1011) as added by section 132 of the Act of August 8, 1961; subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816); and laws pertaining to the Commodity Credit Corporation, [\$106,549,500] \$114,562,000: *Provided*, That, in addition, not to exceed [\$94,885,000] \$87,708,000 may be transferred to and merged with this appropriation from the Commodity Credit Corporation fund (including not to exceed [\$40,051,000] \$35,868,000 under the limitation on Commodity Credit Corporation administrative expenses): *Provided further*, That other funds made available to Agricultural Stabilization and Conservation Service for authorized activities may be advanced to and merged with this appropriation: *Provided further*, That no part of the funds appropriated or made available under this Act shall be used, (1) to influence the vote in any referendum; (2) to influence agricultural legislation except as permitted in 18 U.S.C. 1913; or (3) for salaries or other expenses of members of county and community committees established pursuant to section 8(b) of the Soil Conservation and Domestic Allotment Act, as amended, for engaging in any activities other than advisory and supervisory duties and delegated program functions prescribed in administrative regulations]. (2 U.S.C. 158, 7 U.S.C. 281, 442-445, 608c, 624, 1100-1112 note, 1114, 1117, 1123, 1282, 1301, 1301 note, 1314b, 1331 note-1333 note, 1334, 1334 note, 1335 note-1337 note, 1340, 1340 note, 1344, 1353, 1371 note, 1379a-1379j, prec. 1380a, 1385, 1385 note, 1388, 1391c, 1392, 1421-1432, 1441-1449, 1641-1697, 1701-1709, 1721-1724, 1731-1736, 1741-1747, 1808, 1813, 1831, 1851-1854, 1856-1857, 1859-1860, 1923, 1926, 1929, 1942, 1991; 14 U.S.C. 763; 15 U.S.C. 712a, 713a-10, 713a-13, 714-714p; 16 U.S.C. 460d-2, 590p, 590p notes, 590p-1, 590g-590h, 1004-1005; 22 U.S.C. 287-287i, 1922; 31 U.S.C. 841, 846-852, 866-868c, 869; 33 U.S.C. 701b note; 47 U.S.C. 303, 319, 330, prec. 390; 50 U.S.C. App. 1917; 71 Stat. 290; 76 Stat. 21, 157, 218, 617-618, 697; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Appropriation excludes \$2,179 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$2,121 thousand.

"Salaries and expenses," Office of Management Services, \$58 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

In addition, amounts transferred from the Commodity Credit Corporation fund exclude \$3,196 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$3,109 thousand.

"Salaries and expenses," Office of Management Services, \$87 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Program formulation and appraisal.....	3,925	4,168	4,212
2. Operation of supply adjustment, conservation, and price support programs.....	186,579	170,173	177,069
3. Inventory management and merchandising.....	33,446	34,268	32,300
Total program costs, funded ¹	223,949	208,609	213,581
Change in selected resources ²	2,009	-----	-----
Total obligations.....	225,958	208,609	213,581
Financing:			
Comparative transfers to other accounts.....	4,281	5,441	-----
Advances and reimbursements from:			
Commodity Credit Corporation fund.....	-125,407	-94,827	-87,708
Emergency preparedness functions.....	-----	-185	-692
Other accounts.....	-17,122	-15,136	-12,951
Non-Federal sources ³	-304	-304	-304
Reserve for contingencies.....	1,972	2,952	2,636
Unobligated balance lapsing.....	24	-----	-----
New obligational authority.....	95,344	106,550	114,562

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	95,423	106,550	114,562
Transferred to "Salaries and expenses, general administration" (76 Stat. 1212).....	-79	-----	-----
Appropriation (adjusted).....	95,344	106,550	114,562

¹ Includes capital outlay as follows: 1963, \$185 thousand; 1964, \$185 thousand; 1965, \$185 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores.....	97	-52	106	106	106
Unpaid undelivered orders.....	2,454	-2,362	2,040	2,040	2,040
Total selected resources.....	2,551	-2,414	2,146	2,146	2,146

³ From proceeds of sale of aerial photographs (7 U.S.C. 1387).

This is an appropriation account to cover expenses of programs administered by, and functions assigned to, the Agricultural Stabilization and Conservation Service. The funds in this account, which include transfers from the Commodity Credit Corporation and miscellaneous advances from other sources, are available for operating expenses at the National, Commodity office, State, and county levels.

The Commodity offices and the data processing center in Kansas City play an important role in administering price support programs and the field operations stemming from producer loan and purchase agreements, inventory management and merchandising activities.

The ASC State committees, appointed pursuant to the provisions of section 8(b) of the Soil Conservation and Domestic Allotment Act, as amended, are in general administrative charge of all programs carried out in their respective States. Within the framework of national policy, the State committees determine policies to be followed and direct the adaptation of the national programs to the State.

The ASC county committees are responsible for the local administration of programs and functions dealing directly with farmers. The elected county committee is in charge of the county office.

The programs and activities carried out by the Agricultural Stabilization and Conservation Service include: acreage allotments and marketing quotas; agricultural conservation program; conservation reserve program; special programs for feed grains and wheat; Sugar Act program; cropland conversion program; storage, wool, and price support programs.

1. *Formulation and appraisal.*—The supply adjustment, conservation, and price support programs and the management and merchandising of commodities acquired under the price support program have a tremendous impact on the national and, to a lesser extent, the international economy. This activity provides for constant review of the effectiveness of these programs and the analysis of data to formulate even more effective programs.

2. *Operation of supply adjustment, conservation, and price support programs.*—Includes (a) development of program regulations and procedures, (b) holding meetings with employees and producers to discuss new programs or changes in programs, (c) collecting and compiling basic data for individual farms, (d) establishing individual farm allotments, (e) establishing proportionate shares for sugar farms, when necessary, (f) notifying producers of allotments, proportionate shares, productivity indexes, and

payment rates, (g) determining farm marketing allocations, (h) handling appeals, (i) determining county normal yields, (j) conducting referendums and certifying results, (k) checking compliance and use of diverted acres, including spot checking, (l) developing pooling agreements under which several farmers in a community unite to solve a common conservation problem which cannot be solved by individual action, (m) issuing marketing cards so that production from the allotted acreage of crops can be marketed without penalty, (n) processing producer requests for conservation cost sharing and (o) processing commodity loan documents and issuing sight drafts.

3. *Inventory management and merchandising.*—Includes (a) overall management of CCC-owned commodities including inspection of commercial storage facilities and stored commodities, (b) selling commodities, (c) donating CCC-owned commodities, and (d) accounting for loans and commodities. The value of the commodities is currently estimated at about \$5 billion.

To illustrate the volume of work, there are set forth below items of work for some of the major programs which were performed in fiscal year 1963. It is assumed that work will be at about the same level in fiscal year 1964 except for the wheat stabilization program which was disapproved by producers in a referendum.

ACREAGE ALLOTMENT AND MARKETING QUOTA PROGRAM

	Number of allotments	Allotted acreage	Counties in program
Tobacco.....	570,153	1,195,704	935
Peanuts.....	105,823	1,612,129	508
Wheat.....	1,730,000	55,000,000	2,620
Cotton.....	779,254	16,399,900	1,092
Rice.....	22,638	1,818,166	157

AGRICULTURAL CONSERVATION PROGRAM

Number of payees.....	1,232,000
Number of participating farms.....	1,186,709
Number of counties in program.....	3,069

CONSERVATION RESERVE PROGRAM

Number of farms having contracts.....	251,572
Number of acres in program.....	25,655,625
Number of counties in program.....	2,850

FEED GRAIN PROGRAM (CORN, GRAIN SORGHUMS, AND BARLEY)

Number of farms with base acreage.....	3,535,176
Number of farms signed up.....	1,247,906
Number of intended diverted acres.....	25,676,475

WHEAT STABILIZATION PROGRAM

Number of farms with base acreage.....	1,721,147
Number of farms signed up.....	428,558
Number of intended diverted acres.....	7,758,600

PRICE SUPPORT PROGRAM

Number of warehouse-stored loans.....	413,204
Number of farm-stored loans.....	530,714
Number of reinspections of farm-stored commodities.....	1,345,825
Number of loans and purchase agreements under which CCC acquired the commodity.....	610,347
Number of repayments.....	254,072

SUGAR ACT PROGRAM

Estimated number of farms.....	42,491
Number of counties.....	289
Estimated planted acreage.....	2,199,753

GRAIN STORAGE STRUCTURES PROGRAM

Number of storage structure sites.....	3,865
Number of storage structures (bins).....	236,195

NATIONAL WOOL ACT PAYMENT PROGRAM

Number of applications for payment.....	443,465
Number of assignments.....	8,129

Since the 1964 budget was prepared, legislation has been enacted to authorize a 1964 and 1965 feed grain program. A supplemental estimate of \$15,200 thousand is proposed for later transmittal in 1964 in order to provide for expenses of the 1964 feed grain program. Feed grain program expenses for fiscal year 1965 are provided for in these estimates.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
11 Personnel compensation:			
Permanent positions.....	40,250	42,886	42,030
Positions other than permanent.....	2,971	3,287	3,160
Other personnel compensation.....	1,233	1,304	1,089
Total personnel compensation.....	44,454	47,477	46,279
12 Personnel benefits.....	3,206	3,443	3,358
21 Travel and transportation of persons.....	4,039	3,924	3,993
22 Transportation of things.....	620	618	620
23 Rent, communications, and utilities.....	9,284	9,256	9,322
24 Printing and reproduction.....	1,856	1,560	1,773
25 Services by other agencies.....	616	611	590
Other services.....	2,141	2,147	2,140
26 Supplies and materials.....	1,069	1,065	1,049
31 Equipment.....	253	254	245
41 Grants, subsidies, and contributions.....	155,129	138,032	143,986
44 Refunds.....	3,067		
Total obligations, Agricultural Stabilization and Conservation Service.....	225,734	208,387	213,355
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....	174	174	178
Positions other than permanent.....	1	1	1
Total personnel compensation.....	175	175	179
12 Personnel benefits.....	13	13	13
21 Travel and transportation of persons.....	13	14	14
22 Transportation of things.....	4	4	4
23 Rent, communications, and utilities.....	7	7	7
25 Services by other agencies: Other services.....	2	2	2
26 Supplies and materials.....	1	2	2
41 Grants, subsidies, and contributions.....	9	5	5
Total obligations, allotment accounts.....	224	222	226
Total obligations.....	225,958	208,609	213,581
Obligations are distributed as follows:			
Agricultural Stabilization and Conservation Service.....	225,734	208,387	213,355
Forest Service.....	164	148	151
Office of General Counsel.....	60	74	75

Personnel Summary

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Total number of permanent positions.....	6,804	6,505	6,148
Full-time equivalent of other positions.....	625	663	663
Average number of all employees.....	6,767	6,940	6,596
Employees in permanent positions, end of year.....	5,996	6,039	5,690
Employees in other positions, end of year.....	643	600	558
Average GS grade.....	6.6	6.7	6.7
Average GS salary.....	\$6,501	\$6,957	\$6,966
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	25	23	23
Average number of all employees.....	20	20	20
Employees in permanent positions, end of year.....	25	23	23
Employees in other positions, end of year.....	1	1	1
Average GS grade.....	9.0	9.0	9.0
Average GS salary.....	\$7,000	\$7,609	\$7,783

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

General and special funds—Continued

Proposed for separate transmittal:

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operation of supply adjustment, conservation, and price support programs (costs—obligations)		15,200	
Financing:			
New obligational authority (proposed supplemental appropriation)		15,200	

Under existing legislation, 1964.—A proposed supplemental appropriation of \$15,200 thousand is anticipated to provide for administration of the 1964 feed grain program pursuant to the provisions of the Feed Grain Act of 1963. This program will reduce surplus stocks of feed grains and reduce costs to the taxpayers. Reducing burdensome stocks will result in decreased carrying costs to the Federal Government for storage, handling, and transportation.

SUGAR ACT PROGRAM

For necessary expenses to carry into effect the provisions of the Sugar Act of 1948 (7 U.S.C. 1101–1161), [\$78,000,000] \$87,500,000, to remain available until June 30 of the next succeeding fiscal year. (7 U.S.C. 281; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Payments to sugar producers:			
(a) Continental beet area	44,461	45,772	49,618
(b) Continental cane area	11,479	11,443	12,539
(c) Offshore cane area	21,702	20,785	25,343
Total program costs, funded—obligations (object class 41)	77,642	78,000	87,500
Financing:			
Comparative transfer to other accounts	8		
New obligational authority (appropriation)	77,650	78,000	87,500

Total U.S. requirements and quotas are determined to provide consumers with adequate supplies of sugar at reasonable prices, to protect the domestic sugar industry, and to promote the export trade of the United States. The quota for each domestic area is allotted to individual sellers when necessary to achieve orderly marketing, and restrictive farm acreage allotments are established for producers when necessary to avoid surpluses.

Payments, which supplement the income of domestic producers of cane and beets, require compliance with

specified conditions of employment, production and price. Payments are also made for abandonment of planted acreage and crop deficiencies on harvested acreage due to natural calamities.

The increase of \$9.5 million as proposed for 1965 is due principally to increased conditional payments to sugar producers. The appropriation requested anticipates that actual payment requirements for 1965 will be less than those indicated by the November 1963 crop report. If the estimated production materializes, it may be necessary to consider requesting additional funds in order to avoid serious program difficulties. A supplemental appropriation for 1964 is anticipated for separate transmittal.

Estimated production by areas is shown in the following table:

THOUSANDS OF SHORT TONS, RAW VALUE			
Area	1962 crop year	1963 crop year	1964 crop year
Continental beet area	2,598	3,100	3,100
Continental cane area	853	1,175	1,175
Hawaii	1,120	1,100	1,100
Puerto Rico	990	1,100	1,100
Virgin Islands	11	16	15
Total	5,572	6,491	6,490

Proposed for separate transmittal:

SUGAR ACT PROGRAM

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Payments to sugar producers:			
(a) Continental beet area		2,804	
(b) Continental cane area		3,596	
Total program costs, funded—obligations		6,400	
Financing:			
New obligational authority (proposed supplemental appropriation)		6,400	

Under existing legislation, 1964.—The proposed supplemental appropriation is to provide additional funds for making conditional payments to eligible sugar producers, due to production in excess of previous estimates.

AGRICULTURAL CONSERVATION PROGRAM

For necessary expenses to carry into effect the program authorized in sections 7 to 15, 16(a), and 17 of the Soil Conservation and Domestic Allotment Act, approved February 29, 1936, as amended (16 U.S.C. 590g–590(o), 590p(a), and 590q), including not to exceed \$6,000 for the preparation and display of exhibits, including such displays at State, interstate, and international fairs within the United States, [\$215,000,000] \$225,000,000, to remain available until December 31 of the next succeeding fiscal year for compliance with the programs of soil-building and soil- and water-conserving practices authorized under this head in the Department of Agriculture and Related Agencies Appropriation Acts, [1962] 1963 and [1963] 1964, carried out during the period July 1, [1961] 1962, to December 31, [1963] 1964, inclusive: *Provided*, That none of the funds herein appropriated shall be used to pay the salaries or expenses of any regional information employees or any State information employees, but this shall not preclude the answering of inquiries or supplying of information at the county level to individual farmers: *Provided further*, That no portion of the funds for the [1964] 1965 program may be utilized to provide financial or technical assistance for drainage on wetlands now designated as Wetland Types 3 (III), 4 (IV), and 5 (V) in United States Depart-

ment of the Interior, Fish and Wildlife Service Circular 39, Wetlands of the United States, 1956: *Provided further*, That necessary amounts shall be available for administrative expenses in connection with the formulation and administration of the [1964] 1965 program of soil-building and soil- and water-conserving practices, including related wildlife conserving practices, under the Act of February 29, 1936, as amended (amounting to [\$250,000,000] \$120,000,000, [including] excluding administration, except that no participant shall receive more than \$2,500, except where the participants from two or more farms or ranches join to carry out approved practices designed to conserve or improve the agricultural resources of the community) : *Provided further*, That not to exceed 5 per centum of the allocation for the current year's agricultural conservation program for any county may, on the recommendation of such county committee and approval of the State committee, be withheld and allotted to the Soil Conservation Service for services of its technicians in formulating and carrying out the agricultural conservation program in the participating counties, and shall not be utilized by the Soil Conservation Service for any purpose other than technical and other assistance in such counties, and in addition, on the recommendation of such county committee and approval of the State committee, not to exceed 1 per centum may be made available to any other Federal, State, or local public agency for the same purpose and under the same conditions: *Provided further*, That for the current year's program \$2,500,000 shall be available for technical assistance in formulating and carrying out agricultural conservation practices: *Provided further*, That such amounts shall be available for the purchase of seeds, fertilizers, lime, trees, or any other farming material, or any soil-terracing services, and making grants thereof to agricultural producers to aid them in carrying out farming practices approved by the Secretary under programs provided for herein: *Provided further*, That no part of any funds available to the Department, or any bureau, office, corporation, or other agency constituting a part of such Department, shall be used in the current fiscal year for the payment of salary or travel expenses of any person who has been convicted of violating the Act entitled "An Act to prevent pernicious political activities", approved August 2, 1939, as amended, or who has been found in accordance with the provisions of title 18, United States Code, section 1913, to have violated or attempted to violate such section which prohibits the use of Federal appropriations for the payment of personal services or other expenses designed to influence in any manner a Member of Congress to favor or oppose any legislation or appropriation by Congress except upon request of any Member or through the proper official channels. (7 U.S.C. 1010-1011, 1334 notes, 1379a note, 1427, 1923; 16 U.S.C. 590g-590h, 590p, 590p-1; 22 U.S.C. 287i-287l; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Direct program costs:			
1. Cost-sharing assistance to farmers.....	170,109	165,000	175,000
2. Repayment of loans from Commodity Credit Corporation.....	42,100	50,000	50,000
3. Adjustment of prior year costs.....	-203	-----	-----
Total direct program costs, funded.....	212,006	215,000	225,000
Reimbursable program:			
Costs and obligations from amounts ad- vanced by Commodity Credit Corpora- tion:			
1. Cost-sharing assistance to farmers.....	50,000	50,000	50,000
Total program costs, funded— obligations (object class 41).....	262,006	265,000	275,000
Financing:			
Comparative transfer to other accounts.....	894	-----	-----
Advances and reimbursements from Com- modity Credit Corporation (loan).....	-50,000	-50,000	-50,000
New obligational authority (appropria- tion).....	212,900	215,000	225,000

This program is designed to encourage conservation by sharing with farmers and ranchers the cost of carrying out approved soil-building and soil- and water-conserving practices, including related wildlife-conserving practices, which farmers generally would not perform to the needed extent with their own resources. The rate of cost-sharing which may be given in the form of conservation materials and services or a payment after completion of the practice, averages approximately 50% of the cost.

Conservation measures for which cost-sharing is offered include those which are primarily for (1) establishment of permanent protective cover, (2) improvement and protection of established vegetative cover, (3) conservation and disposal of water, (4) establishment of temporary vegetative cover, (5) temporary protection of soil from wind and water erosion, and (6) benefits to wildlife.

Under the 1962 program, new or additional practices were established on 1,186,709 farms and ranches, consisting of 174 million acres of cropland and 415 million acres of farmland. The following practices, along with others, were installed under the 1962 program:

[In thousands]

Constructing water storage reservoirs.....	structures..	49
Constructing terraces.....	acres..	694
Establishing stripcropping systems.....	acres..	377
Establishing permanent sod waterways.....	acres..	42
Establishing enduring vegetative cover.....	acres..	3,900
Controlling competitive shrubs on range or pasture.....	acres..	2,000
Water supply and management on existing cropland and pasture through:		
Better irrigated land practices.....	farms..	25
Better drainage practices.....	farms..	60
Planting trees and shrubs.....	acres..	285
Improving stands of forest trees.....	acres..	213

Funds are distributed among the States on the basis of conservation needs. They are, in turn, distributed by the agricultural stabilization and conservation State committees to counties, and the agricultural stabilization and conservation county committees make commitments of conservation practice cost-sharing to eligible farmers and ranchers.

Loans from Commodity Credit Corporation are used to make advance payments to vendors for conservation materials and services furnished to farmers and ranchers prior to the time funds are appropriated each year. Repayment is made from balances of prior appropriations or from new funds appropriated.

The status of the loan account is (in thousands of dollars):

AMOUNTS REPAID OR ESTIMATED TO BE REPAID ON COMMODITY CREDIT CORPORATION LOANS

	1963 actual	1964 estimate	1965 estimate	Total
Balance of 1962 loan.....	42,100	-----	-----	42,100
1963 loan.....	-----	50,000	-----	50,000
1964 loan.....	-----	-----	50,000	50,000
Total.....	42,100	50,000	50,000	142,100
Interest.....	(471)	(433)	(433)	(1,337)

A level of \$120 million for the 1965 program is proposed excluding administrative expenses. Payments for the 1965 program will be made from the 1966 appropriation.

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

General and special funds—Continued

【LAND-USE ADJUSTMENT PROGRAM】 CROPLAND CONVERSION PROGRAM (LIQUIDATION OF CONTRACT AUTHORIZATION)

For necessary expenses to promote the conservation and economic use of land pursuant to the provisions of section 16(e) of the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590h, 590p), as amended 【by the Act of September 27, 1962 (76 Stat. 606), \$11,350,000】 \$10,000,000 to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Adjustment, cost-sharing, and technical assistance (costs—obligations) (object class 41)-----	3,996	9,354	10,000
Financing:			
Unfunded balance of contract authorization brought forward-----		—11,350	
Unfunded balance of contract authorization carried forward-----	11,350		
Unobligated balance of contract authorization lapsing-----	11,650		
Advance from Commodity Credit Corporation. Repayment of advance from Commodity Credit Corporation-----	—1,996	1,996	
Unfunded balance of contract authorization transferred to proposed for separate transmittal-----		10,000	
New obligational authority (contract authorization) (permanent) (76 Stat. 607)-----	25,000	10,000	10,000

Status of Unfunded Contract Authorization (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Unfunded balance brought forward-----		11,350	
Contract authorization (permanent)-----	25,000	10,000	10,000
Unfunded balance transferred to proposed for separate transmittal-----		—10,000	
Unfunded balance lapsing-----	—11,650		
Unfunded balance carried forward-----	—11,350		
Appropriation to liquidate contract authorization-----	2,000	11,350	10,000

This program provides for long-range agreements with farm and ranch owners and operators to make changes in their cropping systems and land-uses to (1) change permanently to better productive use cropland that is not well suited for crop use, and (2) temporarily shift to better productive use land that is suitable for crop use but not currently needed for crops.

The agreements provide for payments, the furnishing of materials and services, and other assistance to farmers in consideration of their obligations to change the land-use and to install and maintain conservation practices. Agreements are limited to a maximum of 10 years. Those providing for tree cover may not provide for annual payments for more than 5 years. Present legislation limits the assistance to farmers to \$10 million for any calendar year.

The program also provides for extension of expiring contracts under the conservation reserve program, but limits assistance to farmers for this purpose to calendar year 1963 and to not more than \$15 million.

Legislation is pending before the Congress with respect to programs carried out under section 16(e) of the Soil Conservation and Domestic Allotment Act for 1964 and subsequent years.

Proposed for separate transmittal:

CROPLAND CONVERSION PROGRAM (LIQUIDATION OF CONTRACT AUTHORIZATION)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Adjustment, cost-sharing, and technical assistance (costs—obligations)-----		33,000	47,000
Financing:			
Unobligated balance of contract authorization brought forward-----			—7,000
Unobligated balance of contract authorization carried forward-----		7,000	
New obligational authority (contract authorization under proposed legislation)-----		40,000	40,000

Status of Unfunded Contract Authorization (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Unfunded balance of contract authorization under existing legislation transferred from Cropland Conversion Program (liquidation of contract authorization)-----		10,000	
Contract authorization under proposed legislation-----		40,000	40,000
Unfunded balance of contract authorization brought forward-----			7,000
Unfunded balance of contract authorization carried forward-----		—7,000	
Appropriation to liquidate contract authorization:			
Under existing legislation-----		10,000	
Under proposed legislation-----		33,000	47,000

Under existing legislation, 1964.—The proposed supplemental appropriation of \$10 million is to initiate cost-sharing and technical assistance to producers under long-term agreements to conserve and develop soil, water, forest, wildlife, and recreation resources.

Under proposed legislation, 1964.—Legislation has been proposed to the Congress to increase the \$10 million limitation to \$50 million on programs carried out under section 16 (e)(7) of the Soil Conservation and Domestic Allotment Act for 1964 and subsequent years. A supplemental appropriation of \$33 million will be required to carry out the proposed additional legislative authorization for the 1964 program.

Under proposed legislation, 1965.—A supplemental appropriation of \$47 million is anticipated to carry out the proposed additional legislative authorizations for the 1964 and 1965 programs.

CONSERVATION RESERVE PROGRAM

For necessary expenses to carry out a conservation reserve program as authorized by subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816), and to carry out liquidation activities for the acreage reserve program, to remain available until expended, 【\$294,000,000】 \$198,000,000, with which may be merged the unexpended balances of funds heretofore appropriated for soil bank programs: *Provided*, That no part of these funds shall be paid on any contract which is illegal under the law

due to the division of lands for the purpose of evading limits on annual payments to participants. (16 U.S.C. 590p; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Conservation reserve program (program costs, funded) ¹ -----	305,009	294,133	198,000
Change in selected resources ² -----	-91	-9	-----
Total obligations (object class 41)-----	304,918	294,124	198,000
Financing:			
Comparative transfer to other accounts-----	11	-----	-----
Unobligated balance brought forward-----	-402	-124	-----
Recovery of prior year obligations-----	-651	-----	-----
Unobligated balance carried forward-----	124	-----	-----
New obligational authority (appropriation)	304,000	294,000	198,000

¹ Includes capital outlay as follows: 1963, \$43 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963	1964	1965
Advances-----	49	6	-----	-----
Unpaid undelivered orders-----	51	3	-----	-----
Total selected resources-----	100	9	-----	-----

This program, initiated in 1956, has as its objectives (1) the adjustment of total crop acreage more nearly in line with demand by withdrawing cropland from production, and (2) establishment and maintenance of sound conservation practices on the land withdrawn. The Secretary was authorized, through calendar year 1960, to enter into 3- to 15-year contracts with producers. In return for removing designated cropland from production and for establishing necessary conservation practices, the producer receives an annual rental payment each year of the contract period, and cost-sharing assistance for the establishment of the required practices. The total annual rental payments to a producer are limited to \$5 thousand.

Participation in the program is summarized below:

Number of contracts, 1963 program-----	251,572
Number of acres, 1963 program-----	24,255,748
Payments made in program year 1962, estimated-----	\$305,954,391
Estimated payments to be made in program year 1963-----	\$293,676,921

EMERGENCY CONSERVATION MEASURES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Emergency cost-sharing assistance to farmers (costs—obligations) (object class 41)-----	6,754	3,861	-----
Financing:			
Unobligated balance brought forward-----	-9,188	-3,861	-----
Recovery of prior year obligations-----	-1,427	-----	-----
Unobligated balance carried forward-----	3,861	-----	-----
New obligational authority -----	-----	-----	-----

Cost-sharing assistance (up to 80% of the cost of carrying out approved practices) is offered to assist and encourage farmers to rehabilitate farm lands damaged by natural disasters.

Legislation provides that assistance will be made available only when, as a result of wind erosion, floods, hurricanes, or other natural disasters, new conservation problems are created which (1) if not treated, will impair or endanger the land, (2) materially affect the productive capacity of the land, (3) represent damage which is unusual in character and, except for wind erosion, is not the type which would recur frequently in the same area, and (4) will be so costly to rehabilitate that Federal assistance is or will be required to return the land to productive agricultural use.

Funds for emergency cost-sharing assistance are distributed among States on the basis of needs for restoration of damaged lands.

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
 "Great Plains conservation program," Soil Conservation Service.
 "Revolving fund, Defense Production Act," Funds appropriated to the President.
 "Agency for International Development," Funds appropriated to the President.
 "Civil defense and defense mobilization functions of Federal agencies," Office of Emergency Planning.

FOREIGN ASSISTANCE PROGRAMS

A number of statutes provide for the facilities of the Commodity Credit Corporation to be used in carrying out programs for the exportation of surplus agricultural commodities thereunder and authorize appropriations to be made to cover costs incurred in connection with such programs. Advances are made to the Corporation for estimated costs to be incurred. If the amounts appropriated prove to be inadequate, the Commodity Credit Corporation finances authorized costs in excess of the appropriations pending reimbursement from future appropriations. On the other hand, any amounts advanced to the Corporation which are not used will reduce subsequent appropriation requests for these programs.

Activities are currently being carried out under these programs pursuant to the following specific authorizations:

Public Law 480, 83d Congress: Sale of surplus agricultural commodities for foreign currencies (title I); Commodities disposed of for emergency famine relief to friendly peoples (title II); Long-term supply contracts (title IV).

International Wheat Agreement Act.

Bartered materials for supplemental stockpile (Agricultural Act of 1956, title II).

General and special funds:

PUBLIC LAW 480

For expenses during fiscal year [1964] 1965, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1701-1709, 1721-1724, 1731-1736), to remain available until expended, as follows: (1) Sale of surplus agricultural commodities for foreign currencies pursuant to title I of said Act, [\$1,452,000,000] \$1,893,000,000; (2) commodities disposed of for emergency famine relief to friendly peoples pursuant to title II of said Act, [\$215,451,000] \$264,000,000; and (3) long-term supply contracts pursuant to title IV of said Act, [\$52,515,000] \$58,000,000. (7 U.S.C. 1431, 1431b, 1431d, 1697, 1731-1733, 1735-1736; 33 U.S.C. 701b note; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

FOREIGN ASSISTANCE PROGRAMS—Continued

General and special funds—Continued

PUBLIC LAW 480—Continued

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Sale of surplus agricultural commodities for foreign currencies.....	1,588,804	1,452,000	1,893,000
2. Commodities disposed of for emergency famine relief to friendly peoples.....	250,000	215,451	264,000
3. Long-term supply contracts.....	46,000	42,500	68,015
Total program costs, funded—obligations (object class 41).....	1,884,804	1,709,951	2,225,015
Financing:			
Unobligated balance brought forward.....	-6,000		-10,015
Unobligated balance carried forward.....		10,015	
New obligational authority (appropriation)	1,878,804	1,719,966	2,215,000

1. *Sale of surplus agricultural commodities for foreign currencies.*—Under the Agricultural Trade Development and Assistance Act, Public Law 480, as amended (7 U.S.C. 1701-1709), surplus agricultural commodities are sold for foreign currencies. These currencies may then be used within certain limitations by the U.S. Government for agricultural market development, purchase of strategic materials, military equipment, facilities, and services for the common defense, payment of U.S. obligations, military housing, and other specified purposes.

If regular appropriations are available for any unrestricted purpose for which foreign currencies are used, the agency must buy the currency for dollars which are credited to the Commodity Credit Corporation. The estimates reflect the application in 1964 and 1965 of such proceeds from sales of foreign currencies to the reduction of unrecovered prior years' costs. The estimates also reflect the application of dollar repayments of foreign currency loans made under section 104 of the Agricultural Trade Development and Assistance Act to the reduction of unrecovered prior years' costs.

Section 509 of Public Law 86-500, approved June 8, 1960 (74 Stat. 186), provides that at least 75% of the total cost of any family housing project or community facility hereafter constructed or acquired in any foreign country (with certain specific exceptions) by any military department shall be paid for from foreign currencies acquired by the Corporation under title I. The Department of Defense reimburses the Corporation for foreign currencies used for military family housing. Pursuant to section 2681(b) of title 10 U.S.C. as amended, the estimates reflect payment to the Corporation of not to exceed \$6 million annually until liquidation for amounts due under Public Law 480 and the French housing barter transaction discussed under Commodity Credit Corporation. It is estimated that \$4 million will be applied against Public Law 480 amounts due.

Through June 30, 1963, a total of 358 agreements or supplements to agreements, had been signed with 46 countries for commodities representing an export market value of \$9,343.1 million including ocean transportation of \$1,021 million. The major commodities included were wheat, cotton, and fats and oils which together amounted to 74% of the total market value of the agreements.

Through that date commodities with an export market value of about \$6,671.9 million had been shipped. The total dollar equivalent of foreign currencies deposited in the Treasury through June 30, 1963, amounted to \$6,978.7 million.

Appropriations are authorized to cover costs in carrying out this program. Through December 31, 1961, a total of \$11.25 billion was so authorized.

Public Law 87-128, approved August 8, 1961, provides a limitation of \$4.5 billion for a 3-year period January 1, 1962, through December 31, 1964, and a proviso that agreements shall not be entered into during any calendar year of such period which call for appropriations to reimburse Commodity Credit Corporation in amounts in excess of \$2.5 billion. The estimates reflect proposed legislation to extend this program beyond the current expiration date.

The following reflects the composition of the appropriations for 1963, 1964, and 1965 (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks.....	421,805	586,216	187,450
Private stocks and ocean transportation.....	1,299,332	1,192,945	1,086,550
Total expenses of shipments.....	1,721,137	1,779,161	1,274,000
Interest expense on unrecovered balance.....	18,234	15,439	7,000
Total expenses.....	1,739,371	1,794,600	1,281,000
Net proceeds from sales of currencies, rental receipts and loan repayments.....	-213,841	-1,330	-----
Total current year's costs recoverable from appropriations.....	1,525,530	1,793,270	1,281,000
Unrecovered prior year costs paid from 1963 appropriation:			
1961.....	179,703	-----	-----
1962.....	154,301	-----	-----
Unrecovered 1963 costs financed by CCC until subsequent appropriation.....	-270,730	-----	-----
Unrecovered 1963 costs paid from 1964 appropriation.....	-----	270,730	-----
Unrecovered 1964 costs financed by CCC until subsequent appropriation.....	-----	-612,000	-----
Unrecovered 1964 costs to be paid from 1965 appropriation.....	-----	-----	612,000
Appropriation or estimate.....	1,588,804	1,452,000	1,893,000

The following table reflects the costs incurred by fiscal years (in thousands of dollars):

	Program expenditures	Interest	Total
1955.....	129,165	355	129,520
1956.....	616,964	7,263	624,227
1957.....	1,361,973	34,400	1,396,373
1958.....	1,089,008	55,710	1,144,718
1959.....	1,089,071	24,183	1,113,254
1960.....	1,279,581	28,388	1,307,969
1961.....	1,513,472	43,843	1,557,315
1962.....	1,588,020	18,071	1,606,091
1963.....	1,721,137	18,234	1,739,371
1964 (estimate).....	1,779,161	15,439	1,794,600
1965 (estimate).....	1,274,000	7,000	1,281,000
Cumulative totals.....	13,441,552	252,886	13,694,438
Deduct sales of currencies, receipts from Defense Department and loan repayments.....	1,202,334	-----	1,202,334
Net costs.....	-----	-----	12,492,104
Appropriations through June 30, 1965.....	-----	-----	12,415,104

Unreimbursed costs, June 30, 1965, representing foreign currencies to be sold in future years and amounts due from Defense Department (financed by CCC borrowing authority).....

77,000

2. *Commodities disposed of for emergency famine relief to friendly peoples.*—Under title II of the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, as amended (7 U.S.C. 1703, 1721-1724), the Commodity Credit Corporation makes its surplus stocks of agricultural commodities available to the President for famine relief and other assistance to friendly nations and friendly peoples in meeting famine or other relief requirements and pays ocean freight charges for the shipment of such commodities as well as for the shipment of commodities donated under section 416 of the Agricultural Act of 1949, as amended (7 U.S.C. 1431).

Appropriations are authorized for costs incurred in carrying out the program. Through December 31, 1959, a total of \$800 million was authorized. From January 1, 1960, \$300 million per calendar year is authorized through December 31, 1961, plus unused balances of the previous authorization, making a total of \$1.4 billion.

Public Law 87-128, approved August 8, 1961, amended section 203 of title II with a proviso that programs of assistance shall not be undertaken during any calendar year beginning January 1, 1961, and ending December 31, 1964, which call for appropriations of more than \$300 million to reimburse Commodity Credit Corporation for all costs incurred in connection with such programs, including Commodity Credit Corporation's investment in commodities made available, plus any unused preceding year's authorization. The estimates reflect proposed legislation to extend this program beyond current expiration date.

The following reflects the composition of the appropriations for 1963, 1964, and 1965 (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks.....	153,657	164,610	168,040
Ocean transportation:			
On above commodities.....	23,913	31,178	30,941
On 416 donations.....	38,023	50,043	44,566
Total, ocean transportation.....	61,936	81,221	75,507
Total expenses of shipments.....	215,593	245,831	243,547
Interest expense on unrecovered balance.....		29	
Total expenses—current year's costs recoverable from appropriations.....	215,593	245,860	243,547
Unrecovered 1962 costs paid from 1963 appropriation.....	24,451		
1963 appropriation available for 1964 costs.....	9,956		
1964 costs paid from 1963 appropriation.....		-9,956	
Unrecovered 1964 costs financed by CCC until subsequent appropriation.....		-20,453	
Unrecovered 1964 costs to be paid from 1965 appropriation.....			20,453
Appropriation or estimate.....	250,000	215,451	264,000

The following reflects the costs incurred in carrying out this program by fiscal years (in thousands of dollars):

	Program expenditures	Interest	Total
1955.....	86,623	273	86,896
1956.....	91,277	2,308	93,585
1957.....	120,430	4,461	124,891
1958.....	116,001	5,445	121,446
1959.....	95,511	2,417	97,928
1960.....	93,161	2,339	95,500
1961.....	196,109	2,456	198,565
1962.....	241,939		241,939
1963.....	215,593		215,593
1964 (estimate).....	245,831	29	245,860
1965 (estimate).....	243,547		243,547
Cumulative totals.....	1,746,022	19,728	1,765,750

3. *Long-term supply contracts.*—Under title IV of the Agricultural Trade Development and Assistance Act (7 U.S.C. Supp. 1, 1731-1736), the President, in order to stimulate and increase sales for dollars, is authorized to make agreements with friendly nations, including financial institutions, or with the private trade under which the United States would deliver surplus agricultural commodities over periods of up to 10 years and accept payment in dollars with interest over periods of up to 20 years. Appropriations are authorized to cover costs not recoverable by repayments from the foreign governments or private trade.

Through June 30, 1963, a total of 20 agreements and amendments had been signed with 14 countries for commodities representing an export market value of \$144.9 million, including ocean transportation of \$11.3 million. The major commodities included were wheat, cotton, rice, and oils and oilseeds which together amounted to 76% of the total market value of the agreements.

The following reflects the composition of the appropriations for 1963, 1964, and 1965 (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks.....	9,444	99,932	112,855
Private stocks and ocean transportation.....	69,784	123,108	182,304
Total expenses of shipments.....	79,228	223,040	295,159
Interest expense on unrecovered balance.....	1,133	7,197	15,903
Repayments from foreign governments including interest (paid to CCC).....	-138	-4,932	-14,047
Total expenses.....	80,223	225,305	297,015
Change in amounts due from foreign governments to be recovered in subsequent years (financed by CCC).....	-61,007	-158,616	-229,000
Total current year's costs recoverable from appropriations.....	19,216	66,689	68,015
1962 costs paid in fiscal year 1963.....	2,595		
1963 appropriation available for 1964 costs.....	24,189		
1964 costs paid from 1963 appropriation.....		-24,189	
Unobligated balance brought forward.....	-6,000		-10,015
Unobligated balance carried forward.....		10,015	
Appropriation or estimate.....	40,000	52,515	58,000

The following table reflects the costs incurred by fiscal years (in thousands of dollars):

	Program expenditures	Interest	Total
1962.....	28,955	17	28,972
1963.....	79,228	1,133	80,361
1964 estimate.....	223,040	7,197	230,237
1965 estimate.....	295,159	15,903	311,062
Cumulative totals.....	626,382	24,250	650,632
Deduct recoveries from foreign governments.....			19,117
Net costs.....			631,515
Appropriations through June 30, 1965.....			163,515
Unreimbursed costs, June 30, 1965, representing amounts due from foreign governments (financed by CCC borrowing authority).....			468,000

INTERNATIONAL WHEAT AGREEMENT

For expenses during fiscal year [1964] 1965 and unrecovered prior years' costs, including interest thereon, under the International Wheat Agreement Act of 1949, as amended (7 U.S.C. 1641-1642), [\$86,218,000] \$31,838,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

FOREIGN ASSISTANCE PROGRAMS—Continued

General and special funds—Continued

INTERNATIONAL WHEAT AGREEMENT—Continued

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
International Wheat Agreement (costs—obligations) (object class 41)-----	81,218	86,218	31,838
Financing:			
New obligatory authority (appropriation)---	81,218	86,218	31,838

The International Wheat Agreement Act, as amended (7 U.S.C. 1641-1642), which was renewed for a period of 3 years effective August 1, 1962, operates to provide an assured market for wheat to exporting countries at stable and equitable prices. The maximum and minimum prices in the 1962 agreement are \$2.02½ and \$1.62½ per bushel, respectively, for the basic grade of wheat, No. 1, Manitoba Northern, at Fort William/Port Arthur, Canada, in terms of Canadian currency at the parity for the Canadian dollar determined for the purposes of the International Monetary Fund as at March 1949. The total quantity subject to the rights and obligations of the agreement in the 1962-63 crop year represented about 34% of world trade in wheat, yet the total trade inside and outside the agreement participated in by members of the agreement amounted to over 90% of world trade.

Appropriations are authorized to cover the costs of this program. Funds were previously budgeted for costs occasioned by reason of the U.S. domestic market price of wheat being higher than the competitive world price. It is estimated that, due to the disapproval by wheat producers of marketing quotas for the 1964 crop year, the domestic market price will fall below the competitive world price in fiscal year 1965 and no subsidy payment will be required. The appropriation requested is primarily for unrecovered prior year's costs.

The Commodity Credit Corporation may make available wheat or wheat flour to carry out the provisions of the agreement, including the payment-in-kind to the exporter for the difference between the prevailing sales price of wheat under the agreement and the domestic market price. If required, a cash payment for this differential is made for flour.

The following reflects the composition of the appropriations for 1963, 1964, and 1965 (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks-----	62,817	84,000	-----
Private stocks and other costs-----	11,145	16,576	179
Total expenses of shipments-----	73,962	100,576	179
Interest expense on unrecovered balance-----	205	27	-----
Total expenses—current year's costs recoverable from appropriation-----	74,167	100,603	179
Unrecovered prior year costs paid from 1963 appropriation:			
1961-----	4,956	-----	-----
1962-----	19,369	-----	-----
Unrecovered 1963 costs financed by CCC until subsequent appropriation-----	-17,274	-----	-----
Unrecovered 1963 costs paid from 1964 appropriation-----	-----	17,274	-----

	1963 actual	1964 estimate	1965 estimate
Unrecovered 1964 costs financed by CCC until subsequent appropriation-----	-----	-31,659	-----
Unrecovered 1964 costs to be paid from 1965 appropriation-----	-----	-----	31,659
Appropriation or estimate-----	81,218	86,218	31,838

BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE

For expenses during fiscal year [1964] 1965 and unrecovered prior years' costs related to strategic and other materials acquired as a result of barter or exchange of agricultural commodities or products and transferred to the supplemental stockpile pursuant to Public Law 540, Eighty-fourth Congress (7 U.S.C. 1856), [\$82,860,000] \$120,000,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Bartered materials for supplemental stockpile (costs—obligations) (object class 41)-----	125,000	82,860	120,000
Financing:			
New obligatory authority (appropriation)---	125,000	82,860	120,000

Under title II of the Agricultural Act of 1956 (7 U.S.C. 1856), the Commodity Credit Corporation transfers to the supplemental stockpile strategic and other materials acquired as a result of barter and exchange of agricultural commodities other than those acquired for the national stockpile or for other purposes. Appropriations are authorized for the value of materials transferred to the stockpile at the lower of cost or market value at the time of the transfer.

The following reflects the composition of the appropriations for 1963, 1964, and 1965 (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Materials transferred to supplemental stockpile-----	99,662	86,338	81,000
Unrecovered 1962 costs paid from 1963 appropriation-----	60,860	-----	-----
Unrecovered 1963 costs financed by CCC until subsequent appropriation-----	-35,522	-----	-----
Unrecovered 1963 costs paid from 1964 appropriation-----	-----	35,522	-----
Unrecovered 1964 costs financed by CCC until subsequent appropriation-----	-----	-39,000	-----
Unrecovered 1964 costs to be paid from 1965 appropriation-----	-----	-----	39,000
Appropriation or estimate-----	125,000	82,860	120,000

COMMODITY CREDIT CORPORATION

General and special funds:

REIMBURSEMENT FOR NET REALIZED LOSSES

To partially reimburse the Commodity Credit Corporation for net realized losses sustained during the fiscal year ending June 30, [1962] 1963, pursuant to the Act of August 17, 1961 (15 U.S.C. 713a-11, 713a-12), [\$2,699,400,000] \$1,724,000,000: *Provided, That after June 30, 1963, the portion of borrowings from Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after June 30 of the fiscal year in which such losses are realized, shall not bear interest and interest shall not be accrued or paid thereon.* (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT

(Permanent, indefinite)

Public enterprise funds:

Note.—Expenditures from the following fund for 1964 are subject to the first paragraph of title III of the Department of Agriculture and Related Agencies Appropriation Act, 1964. For 1965 this paragraph is shown in the Department of Agriculture chapter, p. 142 preceding Federal Crop Insurance Corporation fund.

COMMODITY CREDIT CORPORATION FUND

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK			
Program by activities:			
Operating costs, funded:			
1. Price support, export, supply and related programs:			
(a) Cost of commodities sold.....	2,062,288	2,883,663	2,226,743
(b) Cost of commodities donated.....	554,657	532,231	519,302
(c) Storage, transportation and other costs not included above.....	614,300	550,615	442,750
(d) Export payments.....	177,956	308,940	92,260
(e) Price support payments.....		493,000	374,000
(f) Land retirement payments:			
(1) Feed grains.....	677,263	618,400	635,000
(2) Wheat.....	268,624	126,500	22,000
Subtotal.....	4,355,088	5,513,349	4,312,055
(g) Decrease in provision for losses on commodities for sale.....	-9,188	-222,556	-79,167
Subtotal, price support, export, supply, and related programs.....	4,345,900	5,290,793	4,232,888
(h) Undistributed expense:			
(1) Administrative expense subject to limitation.....	37,804	38,516	34,828
(2) Reimbursable administrative expenses.....	1,129	1,938	1,930
(3) Nonadministrative expense.....	52,415	16,537	18,533
(4) Interest:			
(A) Treasury.....	378,373	268,307	257,457
(B) Other.....	43,995	36,671	50,124
(5) Increase in provision for losses on accounts receivable.....	2,914	563	580
Total undistributed expense.....	516,630	362,532	363,452
Total operating costs, funded.....	4,862,530	5,653,325	4,596,340
Capital outlay:			
1. Price support, export, supply and related programs:			
(a) Direct loans.....	572,507	524,091	436,224
(b) Guaranteed loans purchased.....	2,564,730	2,214,025	1,750,618
(c) Purchases of storage equipment.....	195	500	500
(d) Purchases of administrative equipment.....	2,497	288	338
Total capital outlay.....	3,139,929	2,738,904	2,187,680
Total program costs, funded.....	8,002,459	8,392,229	6,784,020

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK—Continued			
Program by activities—Continued			
Change in selected resources ¹	172,141	-740,200	-251,061
Total price support, export, supply, and related programs and special milk (obligations).....	8,174,600	7,652,029	6,532,959
SPECIAL ACTIVITIES (see schedule)			
Operating costs funded:			
1. Commodities transferred from price support program.....	747,463	1,021,181	549,430
2. Other operating costs:			
(a) Interest on balance recoverable.....	22,584	24,541	23,808
(b) Other program and operating costs.....	1,487,483	1,450,293	1,398,173
Total other operating costs.....	1,510,067	1,474,834	1,421,981
Total operating costs, funded.....	2,257,530	2,496,015	1,971,411
Capital outlay:			
Loans made for agricultural conservation purposes (obligations).....	50,000	50,000	50,000
Total program costs, funded.....	2,307,530	2,546,015	2,021,411
Change in selected resources ¹	-1,645	45,623	-186,700
Total, special activities (obligations).....	2,305,885	2,591,638	1,834,711
Total obligations.....	10,480,485	10,243,667	8,367,670
PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK			
Financing:			
New obligational authority:			
Appropriations:			
Reimbursement for net realized losses.....	2,278,455	2,699,400	1,724,900
Reimbursement for costs of special milk program.....	95,000		
Transfers to other accounts (adjusted appropriation).....	-2,757		
Contract authorization.....	740,513		
Deduct portion of appropriation to liquidate contract authorizations.....		-315,067	-599,932
Total new obligational authority.....	3,111,211	2,384,333	1,124,068
Unobligated balances lapsing:			
Reimbursement for costs of special milk program.....	-1,143		
New obligational authority (net).....	3,110,068	2,384,333	1,124,068
Revenues and other receipts:			
1. Price support, export, supply, and related programs:			
(a) Loans repaid.....	804,960	1,124,706	990,203
(b) Loan collateral forfeited.....	1,899,701	1,639,048	1,617,264
(c) Revenue.....	2,197,208	3,007,760	2,056,837
2. Special milk program: Revenue (prior year adjustment).....	1,643		
3. Undistributed receipts:			
(a) Interest revenue.....	44,756	52,309	48,858
(b) Other.....	2,164	3,000	3,000
Total, revenues and other receipts.....	4,950,432	5,826,823	4,716,162
Total new obligational authority, revenues and other receipts, price support, export, supply, and related programs and special milk.....	8,060,500	8,211,156	5,840,230

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****COMMODITY CREDIT CORPORATION FUND—Continued****Program and Financing (in thousands of dollars)—Continued**

	1963 actual	1964 estimate	1965 estimate
SPECIAL ACTIVITIES (see schedule)			
New obligational authority (appropriations): Reimbursement to Commodity Credit Corporation, National Wool Act (permanent, indefinite authorization).....	69,165	90,179	80,500
Unobligated balance returned.....	-32		
Total new obligational authority (net).....	69,133	90,179	80,500
Advances from Foreign assistance programs.....	2,091,022	1,879,029	2,376,853
Revenues and other receipts:			
Reimbursements received.....	258,114	194,851	216,087
Decrease in receivables, Foreign assistance programs.....	-40,384	-181,548	-196,000
Subtotal.....	217,730	13,303	20,087
Repayment of loans for agricultural conservation purposes.....	42,100	50,000	50,000
Total revenues and other receipts.....	259,830	63,303	70,087
Total, special activities.....	2,419,985	2,032,511	2,527,440
Financing applied to program.....	10,480,485	10,243,667	8,367,670

¹ Balances of selected resources are identified on the statement of financial condition.

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK			
Obligations (from program and financing).....	8,174,600	7,652,029	6,532,959
Increase (—) in gross unpaid obligations.....	-79,509	-664,985	-559,500
Gross expenditures.....	8,095,091	6,987,044	5,973,459
Revenues and other receipts (from program and financing).....	4,950,432	5,826,823	4,716,162
Increase (—) or decrease in accounts receivable.....	28,925	-653,006	-581,420
Applicable receipts.....	4,979,357	5,173,817	4,134,742
Budget expenditures, price support, export, supply, and related programs and special milk.....	3,115,734	1,813,227	1,838,717
SPECIAL ACTIVITIES (see schedule)			
Obligations (from program and financing).....	2,305,885	2,591,638	1,834,711
Increase (—) or decrease in gross unpaid obligations.....	18,812	-4,318	186,700
Adjustment for cropland conversion program (shown elsewhere).....	-2,133		
Gross expenditures.....	2,322,564	2,587,320	2,021,411

Summary of Sources and Application of Funds (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
SPECIAL ACTIVITIES (see schedule)—Continued			
Revenues and other receipts (from program and financing).....	259,830	63,303	70,087
Decrease in accounts receivable.....	40,384	181,548	196,000
Adjustment for cropland conversion program (shown elsewhere).....		-2,133	
Applicable receipts.....	300,214	242,718	266,087
Budget expenditures, special activities.....	2,022,350	2,344,602	1,755,324
Total budget expenditures.....	5,138,084	4,157,829	3,594,041
Proposed legislation.....			-230,000
Net budget expenditures.....	5,138,084	4,157,829	3,364,041

Status of Unfunded Contract Authorization (in thousands of dollars)

Unfunded balance brought forward ¹	661,353	1,401,866	1,086,799
Contract authorizations.....	740,513		
Unfunded balance carried forward (—) ¹	-1,401,866	-1,086,799	-486,867
Appropriation to liquidate contract authorizations.....		315,067	599,932

¹ Statutory obligations against borrowing authority include only borrowings from Treasury and obligations to purchase notes, certificates or other obligations evidencing loans held by banks and accrued interest on such obligations. Other obligations, contingent liabilities and commitments do not become charges against the statutory borrowing authority until they result in borrowings from Treasury or in notes, certificates, or other obligations evidencing loans held by banks and accrued interest on such obligations.

Under its corporate charter (15 U.S.C. 714-714p), and specific statutes where applicable, the Commodity Credit Corporation engages in buying, selling, lending, and other activities with respect to agricultural commodities, their products, food, feeds, and fibers, for the purpose of stabilizing, supporting, and protecting farm income and prices; assisting in the maintenance of balanced and adequate supplies of such commodities; and facilitating their orderly distribution. The Corporation also makes available materials and facilities required in connection with the production and marketing of such commodities.

The Corporation has an authorized capital stock of \$100 million held by the United States and authority to borrow up to \$14.5 billion.

Programs.—The budget is based on (1) price support, export, supply, and related programs, and (2) special activities.

Obligations and expenditures for these programs include primarily loans, purchases, purchase agreements, carrying charges, incentive and other payments, operating and interest expenses, and advances and current obligations incident to special activities as authorized by specific legislation.

Budget assumptions.—The following general assumptions form the basis for the Corporation's 1964 and 1965 budget estimates: (a) Employment, production, and national income will rise moderately both in 1964 and 1965 from the present level; (b) on the average, the general level of prices will be the same as or increase slightly over the present level; (c) developments in international relations will not be such as to affect Government civilian programs generally (except as affected by continued inter-

national tensions); (d) generally exports of agricultural commodities, except wheat, in 1965 will be at about current levels; (e) yields for the 1964 crops generally are based on recent averages adjusted for trend; and (f) acreage allotments and marketing quotas will be in effect for the 1964 crops of peanuts, rice, cotton, and certain kinds of tobacco. Marketing quotas for wheat for 1964 were disapproved by producers. However, it is assumed that marketing quotas will be in effect for the 1965 crop of wheat.

Compliance with provisions of the Food and Agriculture Act of 1962 and the Feed Grain Act of 1963 should result in substantial acreage reductions in feed grains and wheat. The estimates for the 1964 feed grain program assume diverted acreage based on probable signups by cooperators. However, the full impact of this program cannot be accurately predicted until the final returns of actual participation are received.

It is also assumed that legislation will be enacted to improve the cotton and dairy programs. Legislation now pending before the Congress would make cotton available at lower prices to domestic users while still providing income support to cotton producers. Several legislative proposals also are before the Congress which would improve the dairy program. Enactment of cotton and dairy legislation along these lines would reduce 1965 net budget expenditures by \$230 million.

In considering these estimates, it should be recognized that it is difficult to estimate requirements for the year ending June 30, 1965. They are dependent upon weather conditions and all other factors affecting volume of production of crops not yet planted in this country and abroad, economic conditions generally, food needs in this country and abroad, availability of dollar exchange, and other complex and unpredictable factors.

PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS

Price support.—Price-support operations are carried out under the Corporation's charter powers (15 U.S.C. 714) and in conformity with the Agricultural Act of 1949, as amended (7 U.S.C. 1421), and other applicable legislation including the Food and Agriculture Act of 1962, Public Law 87-703, and the Feed Grain Act of 1963, Public Law 88-26. Under the Agricultural Act of 1949, as amended, price support is mandatory for the basic commodities—corn, cotton, wheat, rice, peanuts, and tobacco—and specific nonbasic commodities; namely, tung nuts, honey, milk, butterfat, and the products of milk and butterfat, barley, oats, rye, and grain sorghums. Price support for wool and mohair is mandatory under the National Wool Act of 1954, as amended (7 U.S.C. 1781-1787), through the marketing year ending March 31, 1966. Price support for other nonbasic agricultural commodities is discretionary except that whenever the price of either cottonseed or soybeans is supported, the price of the other must be supported at such level as the Secretary determines will cause them to compete on equal terms on the market. This program may also include operations to remove and dispose of or aid in the removal or disposition of surplus agricultural commodities for the purpose of stabilizing prices at levels not in excess of permissible price-support levels.

Price support is made available through loans, payments, purchase agreements, purchases, and other operations, and, in the case of wool and mohair, through incentive payments based on marketings. Producers' commodities serve as collateral for price-support loans.

With limited exceptions, price-support loans are nonrecourse and the Corporation looks only to the pledged or mortgaged collateral for satisfaction of the loan. Purchase agreements generally are available during the same period that loans are available. By signing a purchase agreement, a producer receives an option to sell to the Corporation any quantity of the commodity he may elect within the maximum specified in the agreement. Direct purchases are made from producers and processors depending on the commodities involved. Under section 308 of the Agricultural Trade Development and Assistance Act of 1954, as amended, such purchases of animal fats and edible oils and products thereof are authorized as will tend to maintain the support level for cottonseed and soybeans without requiring the acquisition of such commodities under the usual loan and purchase agreements of the price-support program. Under section 416 of the Agricultural Act of 1949, as amended, commodities in private stocks or acquired through price-support operations are made available for donation in order to prevent the waste thereof before such commodities can be disposed of in normal domestic channels without impairment of the price-support program or sold abroad at competitive world prices. The incentive payment program for wool and mohair is described under Special activities.

In all its price support operations, the Corporation utilizes normal trade facilities to the maximum extent practicable. In its lending activities the Corporation uses local banks, cooperatives, and other financial institutions. Commercial storage facilities are used to a great extent in the storage of loan collateral and of stocks acquired by the Corporation.

Disposition of commodities acquired by the Corporation in its price-support operations is made in compliance with sections 202, 407, and 416 of the Agricultural Act of 1949, as amended, and other applicable legislation, such as the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, 83d Congress, as amended (7 U.S.C. 1691), title II of the Agricultural Act of 1956, as amended, the Agricultural Act of 1961, the act of August 19, 1958, in the case of cornmeal and wheat flour, Public Law 86-299 (7 U.S.C. 1427 note) along with Public Law 87-127, with respect to sale of livestock feed in emergency areas, the Food and Agriculture Act of 1962, and the Feed Grain Act of 1963.

Price-support commodities in Commodity Credit Corporation inventory which are disposed of through the commodity export program, redemption of payment-in-kind certificates, and special activities such as sales for foreign currencies, are, for accounting purposes, credited to the price-support program.

DATA ON PRICE-SUPPORT PROGRAM

[In thousands of dollars]

	1963 actual	1964 estimate	1965 estimate
Loans made.....	3,045,168	2,786,616	2,326,242
Loans repaid.....	778,836	1,108,236	974,743
Loan collateral forfeited.....	1,899,701	1,639,048	1,617,264
Loans outstanding, June 30.....	2,530,629	2,557,961	2,292,196
Acquisitions.....	2,868,134	2,497,422	2,418,217
Cost of commodities sold.....	2,061,919	2,883,436	2,226,543
Cost of commodities donated.....	554,653	532,231	519,302
Inventory as of June 30.....	4,725,922	3,807,677	3,480,049
Investment in price support as of June 30.....	7,256,551	6,365,638	5,772,245
Net expenditures.....	1,716,497	501,545	755,374
Realized losses.....	1,060,623	1,474,458	1,516,667

Commodity export.—The Corporation promotes the export of agricultural commodities and products through sales, barter, payments, and other operations. Other

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****COMMODITY CREDIT CORPORATION FUND—Continued**

than in barter for stockpiling purposes, such commodities and products may be those held in private trade channels as well as those acquired by the Corporation in its price-support operations. This program is carried out under the authority contained in the Corporation's charter, particularly sections 5(d) and 5(f), and in accordance with specific statutes where applicable, such as sections 407 and 416 of the Agricultural Act of 1949, as amended, the International Wheat Agreement Act of 1949, as amended (7 U.S.C. 1641), the Agricultural Trade Development and Assistance Act of 1954, as amended, title I of the Agricultural Act of 1954, title II of the Agricultural Act of 1956, as amended, and section 9 of the act of September 6, 1958. In general, transactions involving foreign currencies are conducted pursuant to the Agricultural Trade Development and Assistance Act of 1954, as amended. However, other such transactions may be conducted under the charter authority.

The operations described below are illustrative of those being conducted under this program during 1964. With respect to barter based on recommendations of the Executive Stockpile Committee, approved by the President on September 20, 1962, the emphasis has been shifted from acquisition of strategic and critical materials for the supplemental stockpile to its use in various types of off-shore procurement of materials and services needed by the Department of Defense, the Agency for International Development, and other agencies. Commodity Credit Corporation is reimbursed for such offshore procurement by the recipient agencies.

To the extent that appropriations are not provided in advance, obligations under the International Wheat Agreement, and titles I, II, and IV of the Agricultural Trade Development and Assistance Act of 1954, as amended, are paid by the Corporation subject to reimbursement from appropriations authorized for such purpose. These programs are further described under Special activities and Foreign assistance programs.

In addition to the exports under the International Wheat Agreement, Corporation-owned wheat is available for export under barter programs of the Corporation at competitive world prices and under the Corporation's export credit sales program. It is also made available to exporters, in payment of the price differential between the prevailing world export sales price and the domestic market price on exports of free-market wheat outside the International Wheat Agreement and under this agreement. Cash payments are made on all exports of wheat flour either under the International Wheat Agreement or outside the agreement. Wheat and flour payments outside the agreement are made on exports to countries not participating in the agreement. Export payments on wheat and wheat flour are not anticipated in 1965, as it is estimated that the domestic market price will fall below the competitive world price because of disapproval by producers of marketing quotas for 1964.

In order to encourage movement of cotton, corn, barley, grain sorghums, oats, rye, rice, nonfat dry milk, and milkfat from free-market supplies into export channels, export payments are made in the form of these commodities from the Corporation's stocks. Export payments on rice will be made in cash, or certificates will be redeemed in Commodity Credit Corporation-owned rice and feed

grains. Cotton held in the Corporation's inventory is also sold for export on a competitive price basis.

The Corporation conducts a cotton products export program designed to protect the competitive position of the domestic cotton industry in relation to sales of cotton products manufactured abroad from American cotton purchased at export prices. Equalization payments, based on the raw cotton content in the products exported, are made to exporters on cotton products of upland cotton grown and wholly processed in the United States.

The Corporation also purchases wheat and other products from processors or processes its own stocks of such commodities for foreign and domestic distribution. In certain cases, payments for such products or processing costs are made in payment-in-kind export certificates.

Also, the Corporation furnishes agricultural commodities and products for distribution or exhibition at international trade fairs to aid in the development of foreign markets for such commodities. Other programs are carried out to develop foreign markets pursuant to section 5(f) of the Corporation's charter.

Storage facilities.—This program is carried out under the authority contained in the Corporation's charter, particularly sections 4(h), 4(m), and 5 (a) and (b). The Corporation may (a) purchase and maintain (in storage deficient areas) granaries and equipment for care and storage of grain owned or controlled by the Corporation; (b) make loans for the construction, purchase or expansion of farm-storage facilities; (c) provide storage-use guarantees to encourage the construction of commercial storage facilities; and (d) undertake other operations necessary to provide storage adequate to carry out the Corporation's programs.

Supply and foreign purchase.—This program is carried out under the authority contained in the Corporation's charter, particularly sections 5 (b) and (c) thereof. The Corporation procures foods, agricultural commodities, their products, and related materials to supply the requirements of Government agencies, foreign governments, and relief and rehabilitation agencies, and to meet domestic requirements. Foods, agricultural commodities and their products are procured or aid is given in their procurement to facilitate distribution or to meet anticipated requirements during periods of short supply. The Corporation may also, through purchases, loans, sales or other means, make available materials and facilities required in connection with the production and marketing of agricultural commodities.

Operations involving procurement for other Government agencies are conducted in accordance with section 4 of the act of July 16, 1943 (15 U.S.C. 713a-9), which requires that the Corporation be fully reimbursed for services performed, losses sustained, operating costs incurred, or commodities purchased or delivered to or on behalf of any other Government agency from the appropriate funds of such agency. Operations not subject to section 4 of the act may involve losses if such are necessary to the accomplishment of the objectives of the particular operation.

The main activities now carried on are procurement for other Government agencies of specialized commodities not in the Corporation's price-support inventory.

Feed grains.—Under section 16 (c), (d), (g), and (h) of the Soil Conservation and Domestic Allotment Act, as amended, the Secretary of Agriculture utilizes Commodity Credit Corporation funds, facilities, and stocks of feed grains in redeeming or marketing payment-in-kind certificates issued to producers who divert acreage from the production of 1961 crops of corn and grain sorghums and

1962, 1963, 1964, and 1965 crops of corn, grain sorghums, and barley under this program.

Wheat stabilization.—Under section 124 of the Agricultural Act of 1961, Public Law 87-128, approved August 8, 1961, and section 307 of the Food and Agriculture Act of 1962 and section 339(b) of the Agricultural Adjustment Act of 1938, as added by the Food and Agriculture Act of 1962, the Commodity Credit Corporation is authorized to utilize its capital funds and other assets for the purpose of making payments to producers who divert acreage from the production of 1962, 1963, 1964, and 1965 crops of wheat under this program. Payments are made by issuance of Commodity Credit Corporation sight drafts which may be cashed or used for the acquisition of wheat from Commodity Credit Corporation stocks. Since producers disapproved marketing quotas for the 1964 crop, the wheat stabilization program is inoperative for that crop. However, it is assumed that marketing quotas will be in effect for the 1965 crop.

Loan operations.—The following table reflects the loan operations of the corporation applicable to the preceding programs (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Loans outstanding, gross, beginning of year:			
Commodity Credit Corporation.....	1,353,091	1,767,703	1,730,065
Lending agencies.....	2		
Certificates of interest.....	901,823	834,134	905,134
Total, loans outstanding, gross, beginning of year.....	2,254,916	2,601,837	2,635,199
Add loans made.....	3,069,545	2,809,116	2,343,742
Deduct:			
Loans repaid.....	804,060	1,124,486	989,993
Acquisition of loan collateral.....	1,899,701	1,639,048	1,617,264
Transfers to accounts receivable.....	900	220	210
Writeoffs.....	17,963	12,000	
Total, loans outstanding, gross, end of year.....	2,601,837	2,635,199	2,371,474
Loans outstanding, gross, end of year:			
Commodity Credit Corporation.....	1,767,703	1,730,065	1,309,440
Certificates of interest.....	834,134	905,134	1,062,034
Total, loans outstanding, gross, end of year.....	2,601,837	2,635,199	2,371,474
Deduct allowance for losses.....	494,463	498,802	446,978
Loans receivable, net (price support and storage facilities).....	2,107,374	2,136,397	1,924,496

Inventory operations.—The following table reflects the inventory operations applicable to the preceding programs (in thousands of dollars):

AGRICULTURAL COMMODITIES	1963 actual	1964 estimate	1965 estimate
On hand, start of year, gross.....	4,454,135	4,715,562	3,799,777
Acquisitions:			
Forfeiture of loan collateral.....	1,899,701	1,639,048	1,617,264
Excess of collateral acquired over loans canceled.....	106,404	74,966	72,320
Purchases.....	764,674	686,324	631,841
Transfers and exchanges, net.....	-15,022	2,470	2,400
Carrying charges:			
Charges to inventory.....	24,054	16,814	16,592
Storage and handling.....	(364,128)	(315,372)	(260,090)
Transportation.....	(167,003)	(152,060)	(102,710)
Total, carrying charges to inventory.....	24,054	16,814	16,592
Total acquisitions.....	2,779,811	2,419,622	2,340,417

AGRICULTURAL COMMODITIES— Continued

	1963 actual	1964 estimate	1965 estimate
Dispositions:			
Donations to:			
Veterans Administration and Armed Forces.....	40,637	40,528	40,528
Needy persons, domestic.....	251,838	156,491	178,775
Needy persons, foreign (excluding title II, Public Law 480).....	260,834	333,568	298,355
Research, experimentation, education, penal, etc.....	1,348	1,644	1,644
Total donations.....	554,657	532,231	519,302
Sales and transfers:			
Bartered for strategic materials:			
For supplemental stockpile.....	58,988	58,170	71,710
For offshore procurement.....	14,220	94,500	94,000
Special programs:			
International Wheat Agreement.....	59,099	78,800	
Title I, Public Law 480.....	421,805	582,608	187,450
Title II, Public Law 480.....	153,657	164,610	168,040
Title IV, Public Law 480.....	9,444	99,932	172,800
Migratory waterfowl feed and game birds.....	78	85	85
Total special programs.....	644,083	926,035	528,375
Commodity export program, payment-in-kind deliveries.....	61,918	192,129	30,926
Marketing of grain certificates.....	719,884	493,500	452,020
Other sales.....	595,506	1,158,937	797,656
Net loss or gain (—) sales and transfers.....	-130,872	-120,095	173,556
Total, sales and transfers.....	1,963,727	2,803,176	2,148,243
Total dispositions.....	2,518,384	3,335,407	2,667,545
On hand, end of year, gross.....	4,715,562	3,799,777	3,472,649
Less allowance for losses.....	1,142,068	919,522	840,357
On hand, end of year, net.....	3,573,494	2,880,255	2,632,292
STRATEGIC AND CRITICAL MATERIALS			
On hand, start of year, gross.....	20,524	10,487	8,000
Acquisitions:			
Delivered by barter contractors.....	88,524	78,000	78,000
Carrying charges:			
Storage and handling.....	(1,809)	(2,000)	(2,000)
Transportation.....	(926)	(2,000)	(2,000)
Total, carrying charges.....	(2,735)	(4,000)	(4,000)
Total acquisitions.....	88,524	78,000	78,000
Dispositions:			
Supplemental stockpile.....	99,662	88,338	81,000
Difference between cost and transfer value.....	-1,101	-7,851	-2,500
Total dispositions.....	98,561	80,487	78,500
On hand, end of year, gross.....	10,487	8,000	7,500
Less allowance for losses.....	42	32	30
On hand, end of year, net.....	10,445	7,968	7,470

Undistributed expenses.—There are a number of expenses which are not allocated to a specific program. These include interest on (a) the capital stock of the Corporation, (b) borrowings from the Treasury, and (c) other obligations evidencing loans made by lending agencies; administrative expenses; and other miscellaneous costs, including expenses of the Agricultural Stabilization and Conservation County Committees and Federal Reserve banks in connection with the Corporation's programs.

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****COMMODITY CREDIT CORPORATION FUND—Continued**

Administrative expenses are for the operating staff, including the services of employees of the Agricultural Stabilization and Conservation Service engaged in the Corporation's activities, services performed by other agencies of the Department, costs of audit, and payments to the General Services Administration for space in the District of Columbia and rent of field office space. Estimates for 1965 include a limitation of \$37.6 million for costs of administration including a reserve of not less than 7 percent for contingencies. The requested authorization excludes administrative expenses in connection with the supply and foreign purchase program, the wool and mohair program under the National Wool Act of 1954, the International Wheat Agreement, and the sale of long-staple cotton transferred from the national stockpile, since it is contemplated that full reimbursement will be received for these expenses. Such reimbursement will be obtained and used in 1965 in the same manner as in previous years.

Expenses in connection with the acquisition, operation, maintenance, improvement, or disposition of property which the Corporation owns or in which it has an interest have been treated as program rather than administrative expenses. Such expenses include inspection, classing and grading work performed on a fee basis by Federal employees or Federal or State licensed inspectors and work performed on a contract basis by Agricultural Stabilization and Conservation County Committees. Capital funds of the Corporation are transferred to the consolidated appropriation, Expenses, Agricultural Stabilization and Conservation Service as indicated under that appropriation item for operating expenses relating to the Corporation's programs. Also, expenses of other Federal agencies whose services are utilized in the handling of Commodity Credit Corporation property are treated as program expenses. These include the fleet storage operation of the Maritime Administration conducted intermittently since 1949 and the services of the General Services Administration in connection with the strategic, critical, and other materials acquired by the Corporation. It is contemplated that removal of all grain presently stored in the fleet will be completed during the fiscal year 1964.

SPECIAL ACTIVITIES

These activities are carried out under authority of section 5(g) of the Corporation's charter and specific statutory authorizations or directives with respect thereto which are currently in effect or which may subsequently be enacted. A summary of current activities will be found on p. 140.

The Corporation receives appropriations or reimbursement for costs of these activities as described under each.

Activities currently being carried out are as follows: (See Foreign assistance programs for details of items (1)–(5).)

(1) *Sale of surplus agricultural commodities for foreign currencies.*

(2) *Commodities disposed of for emergency famine relief to friendly peoples.*

(3) *Long-term supply contracts.*

(4) *International Wheat Agreement.*

(5) *Bartered materials for supplemental stockpile.*

(6) *Military housing (barter and exchange).*—During 1957 a contract was completed for the disposition of Commodity Credit Corporation-owned commodities valued at \$50 million for the construction of military housing in France with foreign currencies obtained from this transaction. Pursuant to section 2681(b) of title 10 U.S.C. as amended, the estimates reflect payment to the Corporation of not to exceed \$6 million annually until liquidation for amounts due under Public Law 480 and the French housing barter transaction. It is estimated that \$2 million will be applied against the amounts due under the barter program.

(7) *National Wool Act.*—Under the provisions of the National Wool Act of 1954, as amended, incentive payments are being used to encourage the annual domestic production of approximately 300 million pounds of shorn wool. Support of prices of wool and mohair is mandatory. Incentive payments are made to eligible producers on a percentage basis, reflecting the amount required to bring the national average received by all producers up to the announced incentive level. The incentive level cannot exceed 110% of parity. In a referendum conducted in September 1962, wool and lamb producers voted to continue the deduction from their incentive payment of an amount not to exceed 1 cent per pound of wool and 5 cents per hundredweight of unshorn lambs marketed. These funds financed promotional advertising, and related market-development activities by the American Sheep Producers' Council, Inc., under an agreement with the Secretary of Agriculture. In order to simplify program and financing operations, the marketing year under this program was placed on a calendar year basis on January 1, 1964.

COST OF THE NATIONAL WOOL ACT

[Dollars in thousands]

	Fiscal year 1963 1961 mar- keting year (actual)	Fiscal year 1964 1962 mar- keting year (estimate)	Fiscal year 1965 1964 mar- keting year (estimate)
Volume of marketings:			
Shorn wool, thousand pounds.....	248,500	236,100	172,000
Unshorn lambs, thousand cwt.....	11,977	11,000	8,000
Mohair, thousand pounds.....	-----	31,500	-----
Payment rates:			
Per pound, shorn wool, cents.....	19.2	14.3	16.0
Per hundredweight, unshorn lambs, cents.....	75.9	57.0	64.0
Per pound, mohair, cents.....	-----	2.6	-----
Amount of payments:			
Shorn wool.....	\$47,780	\$33,762	\$27,520
Unshorn lambs.....	9,085	6,270	5,120
Mohair.....	-----	819	-----
Promotional and advertising programs ¹	(3,083)	(2,920)	(2,135)
Total payments.....	56,865	40,851	32,640
Administrative expenses.....	3,288	3,952	2,162
Interest expense.....	3,012	1,849	905
Total.....	63,165	79,292	54,538

¹ Deduction from producer payments.

Total payments made under the National Wool Act cannot at any time exceed an amount equal to 70% of the accumulated totals, as of the same date, of the gross receipts from import duties collected on and after January 1, 1953, on wool and wool manufactures. Actual and

estimated payments compared with this limitation are as follows (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
70% of customs receipts on wool and wool manufactures cumulative from January 1, 1953, to end of preceding calendar year (estimate).....	592,846	673,346	753,846
Cumulative incentive payments on 2d preceding marketing year (fiscal years).....	381,002	454,493	505,964
Balance of limitation available for payments on succeeding marketing years.....	211,844	218,853	247,882

Funds of the Commodity Credit Corporation are used to carry on the wool incentive program. A permanent appropriation is provided to reimburse the Corporation, but the yearly amount is limited to 70% of all duties collected on wool and wool manufactures during the preceding calendar year.

Estimated costs and reimbursements to Commodity Credit Corporation during 1963, 1964 and 1965 are indicated in the following table (in thousands of dollars):

	1963 actual	1964 estimate	1965 estimate
Due at beginning of year.....	110,745	104,745	93,858
Costs for year:			
Program.....	60,153	77,443	53,633
Interest.....	3,012	1,849	905
Total.....	63,165	79,292	54,538
Total due.....	173,910	184,037	148,396
Reimbursement to Commodity Credit Corporation.....	69,165	90,179	80,500
Due Commodity Credit Corporation at end of year.....	104,745	93,858	67,896
Less balance due Commodity Credit Corporation recoverable from subsequent years' customs receipts.....	14,566	13,358	-----
Appropriation 1964, 1965, and 1966.....	90,179	80,500	67,896

(8) *Grain for migratory waterfowl feed.*—The Commodity Credit Corporation is directed to make available to the Secretary of the Interior (7 U.S.C. 442-445), such grain acquired through price-support operations and certified by the Commodity Credit Corporation to be available for such purposes or in such condition as to be undesirable for human consumption, as the Secretary of the Interior shall requisition. This appropriation item is now included under that Department.

(9) *Surplus grain for game birds.*—The Secretary of the Interior (Public Law 87-152 approved August 17, 1961 (75 Stat. 389)), is authorized to requisition Commodity Credit Corporation grain for feeding starving migratory birds. Any State, under Public Law 87-152 cited above, upon the finding of the Secretary of the Interior that resident game birds and other resident wildlife are threatened with starvation, may also requisition grain from Corporation stocks. Appropriations will be requested in a later Budget to reimburse the Corporation for this activity.

(10) *Grading and classing activities.*—The Commodity Credit Corporation is authorized to make advances to the Agricultural Marketing Service for classing and grading of agricultural commodities without charge to producers (7 U.S.C. 414a). Such advances used for classing cotton and grading tobacco not placed under price-support loan are financed by appropriations. This appropriation

item is now included under the Agricultural Marketing Service.

(11) *Soil bank program.*—Pursuant to section 120 of the Agricultural Act of 1956 (7 U.S.C. 1808) the Secretary of Agriculture utilizes the facilities of the Corporation for making payments to farmers under this program. (See Agricultural Stabilization and Conservation Service.)

(12) *Cropland conversion, agricultural conservation and emergency conservation measures programs.*—Pursuant to section 101 of the Food and Agriculture Act of 1962, approved September 27, 1962, Public Law 87-703, the Secretary is authorized to utilize the services, facilities, and authorities of the Commodity Credit Corporation for the purpose of making disbursements to producers under programs formulated pursuant to sections 8 and 16(e) of the Soil Conservation and Domestic Allotment Act, as amended.

(13) *Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.*—The act of July 10, 1957 (71 Stat. 290), authorized the transfer of 50 thousand bales of domestically grown extra long-staple cotton from the national stockpile to the Corporation for sale. Approximately 219,000 bales of extra long-staple cotton, both American-Egyptian and foreign grown, remaining in the stockpile were also made available to Commodity Credit Corporation for disposition pursuant to Public Law 87-548, approved July 25, 1962. Proceeds less costs incurred, including administrative expenses, are covered into the Treasury as miscellaneous receipts.

(14) *Loans to Secretary of Agriculture for conservation purposes.*—Under section 391(c) of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1391), the Corporation advances funds to the Secretary in amounts not to exceed \$50 million annually to purchase conservation materials and services. Repayments of the loans plus interest are made as soon as practicable in the succeeding fiscal year from funds appropriated for the agricultural conservation program.

Financing.—The programs of the Commodity Credit Corporation are financed by capital stock, borrowings, guarantees to purchase notes or other obligations evidencing loans made by lending agencies, issuance of certificates of interest in loans held by the Corporation, appropriations to reimburse Commodity Credit Corporation for net realized losses, appropriations to reimburse the Corporation for costs of special activities, advances and reimbursements from Foreign Assistance Programs appropriations, and receipts from operations.

Borrowing authority.—The Corporation has an authorized capital stock of \$100 million held by the United States and authority to borrow up to \$14.5 billion.

Funds are borrowed from Treasury and may also be borrowed from private lending agencies. In connection with loan guarantees, the Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made by lending agencies or certificates of interest issued in connection with the financing of price-support operations. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the act of March 8, 1938 (15 U.S.C. 713a-4).

Interest on borrowings from the Treasury (and on capital stock) is paid in accordance with a policy of the Treasury that the rate shall be based upon the average interest rate on all outstanding marketable obligations.

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****COMMODITY CREDIT CORPORATION FUND—Continued**

(of comparable maturity date) of the United States as of the preceding month. Interest is also paid on certificates of interest and lending agency obligations for the period the agencies have their funds invested.

On the basis of the budgetary assumptions heretofore described, including proposed legislation, the consequent estimated program requirements currently indicate no need for an increase in borrowing authority. Since there are so many uncontrollable factors affecting the programs of the Corporation involving crops which have not even been planted, it must be recognized that estimates of the use of borrowing authority are highly tentative. Should program developments occur which would indicate a need for funds in excess of those contained in these estimates, or if proposals for farm legislation and interest relief are not enacted, additional new obligational authority would be requested.

POSITION WITH RESPECT TO BORROWING AUTHORITY AS OF JUNE 30

(In millions of dollars)

	1963 actual	1964 estimate	1965 estimate
Statutory borrowing authority-----	14,500	14,500	14,500
Deduct borrowings from Treasury-----	13,604	13,083	12,490
Obligations to purchase loans or certificates held by lending agencies (guaranteed by Commodity Credit Corporation)-----	834	905	1,062
Accrued interest on above certificates----	15	16	17
Total statutory borrowing authority-----	14,453	14,004	13,569
Net statutory borrowing authority available-----	47	496	931

Note.—This table does not reflect the following charges: accounts payable, accrued liabilities, and obligations outstanding other than obligations to purchase notes and certificates held by banks and accrued interest on such certificates. These do not become charges against the statutory borrowing authority until they result in borrowings from Treasury, loans or certificates held by banks and accrued interest on such certificates.

Reimbursement for net realized losses.—Pursuant to Public Law 87-155 (75 Stat. 391), annual appropriations are authorized for each fiscal year commencing with fiscal year ending June 30, 1961, to reimburse the Commodity Credit Corporation for net realized losses sustained as reflected in its accounts and shown in its report of financial condition as of the close of each fiscal year.

The realized losses reflected in the accounts of the Corporation and in its report of financial condition as of June 30, 1963, were \$2,654.9 million. Approval of the proposal for interest-free borrowings on past years' realized losses (explained below) and proposed farm

legislation will enable the Corporation to request a 1965 appropriation of only \$1,724 million. This would provide funds to liquidate prior year commitments and contract authorizations. It would also leave a desirable operating margin so necessary to assure flexibility of operations in view of the tremendous volume of transactions handled by the Corporation.

A change in appropriation language is being proposed which will have the effect of terminating at the close of each fiscal year, beginning with the fiscal year 1964, interest on borrowings from the Treasury in an amount equivalent to the realized losses sustained by the Corporation (1) during the fiscal year 1964 and succeeding fiscal years, and (2) in prior fiscal years, for which the Corporation has not been reimbursed by appropriation. Interest would continue to be charged on borrowings for losses sustained during a particular fiscal year but not after the end of that fiscal year. This would limit interest expenses to borrowings for current operations and would avoid increasing future appropriation requests by interest charges resulting solely from deferral of reimbursement to the Corporation for realized costs and losses applicable to past operations.

The net realized losses of the Corporation have previously been reimbursed as follows (in thousands of dollars):

PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK

Realized losses, 1933 to 1963, inclusive-----	20,992,255
Reimbursements by the Treasury:	
Reimbursement of realized losses:	
Appropriations (14 times)-----	11,145,778
Note cancellations (6 times)-----	2,697,807
	13,843,585
Less dividends paid to Treasury (4 times)-----	138,209
Total reimbursement for net realized losses-----	13,705,376
Other reimbursements:	
Appropriations (2 times)-----	541,916
Note cancellation (1 time)-----	56,239
Total other reimbursements-----	598,155
Reimbursement for costs of special milk, net-----	177,600
Total-----	14,481,131

Realized deficit as of June 30, 1963, price support, export, supply, and related programs and special milk-----	6,511,124
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SPECIAL ACTIVITIES

Realized losses, 1948 to 1963, inclusive-----	10,551,672
Reimbursements by the Treasury:	
Appropriations (14 times)-----	9,388,247
Note cancellations (4 times)-----	536,518
Total reimbursements-----	9,924,765
Deficit as of June 30, 1963, special activities-----	626,907

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
PRICE SUPPORT, EXPORT, SUPPLY, AND RELATED PROGRAMS AND SPECIAL MILK			
Price support, export, supply, and related programs:			
Revenue.....	2,244,128	3,063,069	2,108,695
Expense: Cost of commodities sold and other expense.....	4,899,015	5,898,668	4,686,327
Net realized loss.....	-2,654,887	-2,835,599	-2,577,632
Decrease (—) in provision for losses on commodities for sale (unrealized).....	-9,188	-222,556	-79,167
Increase or decrease (—) in provision for losses on loans receivable (unrealized).....	-51,706	4,339	-51,824
Increase in provision for losses on accounts receivable (unrealized).....	2,914	563	580
Total expense.....	4,841,035	5,681,014	4,555,916
Net operating loss, price support, export, supply, and related programs.....	-2,596,907	-2,617,945	-2,447,221
Special milk program:			
Revenue (prior year adjustments, net).....	1,641		
Net loss for the year:			
Realized.....	-2,653,246	-2,835,599	-2,577,632
Unrealized (net decrease in provision for losses).....	57,980	217,654	130,411
Net loss for the year, price support, export, supply, and related programs and special milk.....	-2,595,266	-2,617,945	-2,447,221
Analysis of deficit:			
Deficit, start of year.....	-7,930,123	-8,155,834	-8,074,379
Appropriations (net):			
Reimbursement for net realized losses.....	2,278,455	2,699,400	1,724,000
Reimbursement for costs of special milk program.....	91,100		
Deficit, end of year:			
Realized.....	-6,511,124	-6,647,323	-7,500,955
Unrealized.....	-1,644,710	-1,427,056	-1,296,645
Total deficit, end of year, price support, export, supply, and related programs and special milk.....	-8,155,834	-8,074,379	-8,797,600
SPECIAL ACTIVITIES (see schedule)			
Revenue.....	217,730	13,303	20,087
Expense.....	2,257,530	2,496,015	1,971,411
Net operating loss, special activities.....	-2,039,800	-2,482,712	-1,951,324
Analysis of deficit:			
Deficit, start of year.....	-747,262	-626,907	-1,140,411
Adjustment for "Reimbursement to Commodity Credit Corporation for costs of foreign assistance and other special activities".....	-32		
Appropriations (see schedule).....	69,165	90,179	80,500
Advances from foreign assistance programs.....	2,091,022	1,879,029	2,376,853
Deficit, end of year, special activities.....	-626,907	-1,140,411	-634,382
Total deficit, Commodity Credit Corporation.....	-8,782,741	-9,214,790	-9,431,982

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Cash:				
Treasury balance.....	32,161	35,653	27,565	21,877
Current assets:				
Price support, export, supply, and related programs and special milk: Accounts receivable:				
Accrued assets.....	4,229	5,323	5,000	5,000
Advances on pooled feed grain certificates.....	344,037	303,172	921,400	1,478,400
Other accounts receivable (net).....	170,353	181,199	216,300	240,720
Net accounts receivable, price support, export, supply, and related programs and special milk.....	518,619	489,694	1,142,700	1,724,120
Special activities: Accounts receivable: Due from sales and use of foreign currency: Public Law 480, Title I: Future recoveries from sales of currencies.....	435,932	395,548	214,000	18,000
Total current assets (accounts receivable).....	954,551	885,242	1,356,700	1,742,120
Selected assets: ¹				
Price support, export, supply, and related programs and special milk:				
Commodities for sale, net:				
Agricultural commodities.....	3,303,033	3,573,494	2,880,255	2,632,292
Strategic and critical materials.....	20,326	10,445	7,968	7,470
Total commodities for sale.....	3,323,359	3,583,939	2,888,223	2,639,762
Deferred and undistributed charges.....	26,702	8,390	8,000	8,000
Total selected assets.....	3,350,061	3,592,329	2,896,223	2,647,762

¹ The changes in these item are reflected on the program and financing schedule.

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

Financial Condition (in thousands of dollars)—Continued

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets—Continued				
Loans receivable, net:				
Price support and storage facilities loans.....	1,708,748	2,107,374	2,136,397	1,924,496
Less loans and certificates held by lending agencies ²	901,826	834,134	905,134	1,062,034
Price support and storage facility loans, net.....	806,922	1,273,240	1,231,263	862,462
Special activities.....	42,100	50,000	50,000	50,000
Total loans receivable, net.....	849,022	1,323,240	1,281,263	912,462
Fixed assets, net.....	108,308	98,751	88,169	77,627
Total assets.....	5,294,103	5,935,215	5,649,940	5,401,848
Liabilities:				
Current liabilities:				
Price support, export, supply, and related programs and special milk:				
Obligations to redeem pooled feed grain certificates.....	345,178	303,340	921,400	1,478,400
Accounts payable.....	178,879	165,196	208,000	225,000
Accrued interest on loans or certificates held by lending agencies ²		14,365	15,562	16,760
Other accrued liabilities.....	155,437	366,162	411,768	398,670
Trust and deposit liabilities.....	84,861	54,895	55,000	55,000
Deferred and undistributed credits.....	58,661	68,693	70,000	70,000
Total current liabilities, price support, export, supply, and related programs and special milk.....	823,016	972,651	1,681,730	2,243,830
Special activities:				
National Wool Act payments due producers.....	58,000	41,000		
Other.....	472	305		
Total special activities.....	58,472	41,305		
Total current liabilities.....	881,488	1,013,956	1,681,730	2,243,830
Government equity:				
Interest bearing capital:				
Start of year:				
Capital stock.....	100,000	100,000	100,000	100,000
Borrowings from Treasury.....	13,395,915	12,990,000	13,604,000	9,271,100
Total, start of year.....	13,495,915	13,090,000	13,704,000	9,371,100
Borrowings from Treasury, net.....	-405,915	614,000	-4,332,900	-1,704,599
End of year:				
Borrowings from Treasury ²	12,990,000	13,604,000	9,271,100	7,566,501
Capital stock.....	100,000	100,000	100,000	100,000
Total, end of year, interest-bearing capital.....	13,090,000	13,704,000	9,371,100	7,666,501
Non-interest-bearing capital (proposed):				
Borrowings from Treasury ² (for prior years' unreimbursed losses):				
Start of year.....				3,811,900
Borrowings from Treasury (net).....			3,811,900	1,111,599
End of year (noninterest bearing) ²			3,811,900	4,923,499
Total capital end of year.....	13,090,000	13,704,000	13,183,000	12,590,000
Deficit:				
Price support, export, supply, and related programs and special milk:				
Net realized deficit.....	-6,227,433	-6,511,124	-6,647,323	-7,500,955
Net unrealized deficit.....	-1,702,690	-1,644,710	-1,427,056	-1,296,645
Total deficit, price support, export, supply, and related programs and special milk.....	-7,930,123	-8,155,834	-8,074,379	-8,797,600
Total deficit, special activities (realized).....	-747,262	-626,907	-1,140,411	-634,382
Total deficit.....	-8,677,385	-8,782,741	-9,214,790	-9,431,982
Total Government equity.....	4,412,615	4,921,259	3,968,210	3,158,018

Analysis of Government Equity and Undrawn Authorizations (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Obligations other than liabilities:¹				
Price support, export, supply, and related programs and special milk:				
Obligations to purchase loans or certificates held by lending agencies ²	901,826	834,134	905,134	1,062,034
Commodities under contract to purchase	142,906	72,899	100,000	65,000
Purchase agreements outstanding	89,725	70,703	35,000	25,000
Unrecorded claims	6,276	7,500	7,500	7,000
Approved declarations of sales for export	46,489	47,092	48,000	20,000
Farm storage facility and equipment loan commitments	3,433			
Price support payment commitments		493,000	374,000	357,000
Feed grain program commitments	550,300	282,400	420,000	298,000
Wheat stabilization program commitments	262,900	126,000		53,000
Total obligations other than liabilities, price support, export, supply, and related programs and special milk	2,003,855	1,933,728	1,889,634	1,887,034
Special activities (recoverable obligations):				
Letters of commitment—title I	250,921	241,335	250,000	80,000
Letters of commitment—title IV	16,456	16,703	49,000	50,000
Approved declarations of sales for export	5,345	13,039	17,700	
Total obligations other than liabilities, special activities	272,722	271,077	316,700	130,000
Total obligations other than liabilities	2,276,577	2,204,805	2,206,334	2,017,034
Undrfunded obligated balance (contract authority)²	-661,353	-1,401,866	-1,086,799	-486,867
Invested capital	4,307,391	5,014,320	4,265,675	3,637,851
Subtotal	5,922,615	5,817,259	5,385,210	5,168,018
Less undrawn authorizations	-1,510,000	-896,000	-1,417,000	-2,010,000
Total Government equity	4,412,615	4,921,259	3,968,210	3,158,018

Note.—In addition to obligations other than liabilities the Corporation does not reflect in its accounts claims by the Corporation on which adequate proof has not been established.

¹ The changes in these items are reflected on the program and financing schedule.

² Statutory obligations against borrowing authority include only borrowings from Treasury and obligations to purchase notes, certificates or other obligations evidencing loans held by banks and accrued interest on such obligations. Other obligations, contingent liabilities, and commitments do not become charges against the statutory borrowing authority until they result in borrowings from Treasury or in notes, certificates or other obligations evidencing loans held by banks and accrued interest on such obligations.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
COMMODITY CREDIT CORPORATION			
22 Transportation of things	381,918	425,302	359,572
25 Other services	18,768	5,806	7,637
Advances to—			
Expenses, Agricultural Stabilization and Conservation Service	80,853	54,834	51,840
Storage and handling	405,533	358,576	301,131
26 Supplies and materials:			
Cost of commodities sold or donated:			
Foreign assistance programs	1,229,431	1,141,222	1,088,679
Other	2,607,757	3,193,338	2,666,878
31 Equipment	2,692	788	838
33 Loans	3,187,237	2,788,116	2,236,842
41 Grants, subsidies, and contributions	1,165,840	1,579,480	1,174,731
43 Interest	422,368	304,978	307,581
Administrative expenses—See separate schedule	37,804	38,516	34,828
Undistributed, foreign assistance programs	766,957	1,043,788	572,248
Total costs	10,307,158	10,934,744	8,802,805
Change in selected resources	170,496	-694,577	-437,761
Total, Commodity Credit Corporation	10,477,654	10,240,167	8,365,044

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
11 Personnel compensation:			
Permanent positions	542	593	600
Positions other than permanent	1		
Other personnel compensation	30	35	19
Total personnel compensation	573	628	619
12 Personnel benefits	39	46	46
21 Travel and transportation of persons	26	32	22
Payment to interagency motor pools	6	7	1
22 Transportation of things	963	1,239	1,000
23 Rent, communications, and utilities	25	30	26
24 Printing and reproduction	2	3	2
25 Other services	752	995	558
Payment to Administrative operations fund	109	130	130
Services of other agencies	148	194	118
26 Supplies and materials	182	190	101
31 Equipment	6	6	3
Total, General Services Administration	2,831	3,500	2,626
Total, obligations	10,480,485	10,243,667	8,367,670

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

COMMODITY CREDIT CORPORATION FUND—Continued

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
Total number of permanent positions----	88	86	84
Average number of all employees-----	79.5	82.8	82.5
Employees in permanent positions, end of year-----	81	83	80
Employees in other positions, end of year-----	1	0	0
Average GS grade-----	7.7	7.8	7.8
Average GS salary-----	\$7,080	\$7,571	\$7,599

SCHEDULE OF SPECIAL ACTIVITIES

(In thousands of dollars)

	Sur- plus (-) or deficit, accounts receivable and unpaid obligations (-) as of July 1	Program expenditures				Receipts					Special appropri- ations to reimburse Commodity Credit Corporation (net)	Recover- able from special appropri- ations, surplus (-) or deficit	Accounts receivable and unpaid obligations (-) as of June 30
		Com- modity transfers from price- support program	Other costs and capital outlay ¹	Increase (-) or de- crease in unpaid obligations	Total program costs	Gross expendi- tures	Revenue and other receipts	Increase (-) or de- crease in accounts receivable	Net budget expendi- tures	Net operat- ing loss			
RECOVERABLE COSTS													
FOREIGN ASSISTANCE PROGRAMS													
Public Law 480:													
Title I:													
Sale of surplus agricultural com- modities for foreign currencies:													
1963-----	334,004	421,805	1,317,566	1,739,371	1,739,371	1,739,371	213,841	1,525,530	1,525,530	1,588,804	270,730	395,548	214,000
1964-----	270,730	586,216	1,208,384	1,794,600	1,794,600	1,794,600	1,330	1,793,270	1,793,270	1,452,000	612,600	214,000	214,000
1965-----	612,000	187,450	1,093,550	1,281,000	1,281,000	1,281,000		1,281,000	1,281,000	1,893,000		59,000	18,000
Future recoveries:													
Sales of currencies and loan re- payments:													
1963-----	435,932						40,384	-40,384				395,548	214,000
1964-----	395,548						181,548	-181,548				63,000	214,000
1965-----	214,000						196,000	-196,000				59,000	18,000
Military housing:													
1963-----	67,568						2,116	-2,116	-2,116		65,452	63,000	214,000
1964-----	65,452						2,452	-2,452	-2,452		63,000	63,000	214,000
1965-----	63,000						4,000	-4,000	-4,000		59,000	59,000	18,000
Subtotal future recoveries:													
1963-----	503,500						2,116	40,384	-42,500	-2,116	65,452	395,548	214,000
1964-----	461,000						2,452	181,548	-184,000	-2,452	63,000	214,000	214,000
1965-----	277,000						4,000	196,000	-200,000	-4,000	59,000	18,000	18,000
Total, Public Law 480 title I:													
1963-----	837,504	421,805	1,317,566	1,739,371	1,739,371	1,739,371	215,957	40,384	1,483,030	1,523,414	1,588,804	336,182	395,548
1964-----	731,730	586,216	1,208,384	1,794,600	1,794,600	1,794,600	3,782	181,548	1,609,270	1,790,818	1,452,000	675,000	214,000
1965-----	889,000	187,450	1,093,550	1,281,000	1,281,000	1,281,000	4,000	196,000	1,081,000	1,277,000	1,893,000	59,000	18,000
Title II:													
Commodities disposed of for emergency famine relief to friendly peoples:													
1963-----	24,451	153,657	61,936	215,593	215,593	215,593		215,593	215,593	250,000	-9,956		
1964-----	-9,956	164,610	81,250	245,860	245,860	245,860		245,860	245,860	215,451	20,453		
1965-----	20,453	168,040	75,507	243,547	243,547	243,547		243,547	243,547	264,000			
Title IV:													
Long-term supply contracts:													
1963-----	21,972	9,444	70,917	80,361	80,361	80,361		80,223	80,223	46,000	* 56,195		
1964-----	56,195	99,932	130,305	230,237	230,237	230,237	4,932	225,305	225,305	42,500	* 239,000		
1965-----	239,000	112,855	198,207	311,062	311,062	311,062	14,047	297,015	297,015	68,015	* 468,000		
Total, Public Law 480:													
1963-----	883,927	584,906	1,450,419	2,035,325	2,035,325	2,035,325	216,095	40,384	1,778,846	1,819,230	1,884,804	382,421	395,548
1964-----	777,969	850,758	1,419,939	2,270,697	2,270,697	2,270,697	8,714	181,548	2,080,435	2,261,963	1,709,951	934,453	214,000
1965-----	1,148,453	468,345	1,367,264	1,835,609	1,835,609	1,835,609	18,047	196,000	1,621,562	1,817,562	2,225,015	527,000	18,000
International Wheat Agreement:													
1963-----	24,325	62,817	11,350	74,167	74,167	74,167		74,167	74,167	81,218	17,274		
1964-----	17,274	84,000	16,603	100,603	100,603	100,603		100,603	100,603	86,218	31,659		
1965-----	31,659		179	179	179	179		179	179	31,838			
Bartered materials for supplemental stockpile:													
1963-----	60,860	99,662		99,662	99,662	99,662		99,662	99,662	125,000	35,522		
1964-----	35,522	86,338		86,338	86,338	86,338		86,338	86,338	82,860	39,000		
1965-----	39,000	81,000		81,000	81,000	81,000		81,000	81,000	120,000			
Subtotal, foreign assistance pro- grams:													
1963-----	969,112	747,385	1,461,769	2,209,154	2,209,154	2,209,154	216,095	40,384	1,952,675	1,993,059	2,091,022	435,217	395,548
1964-----	830,765	1,021,096	1,436,542	2,457,638	2,457,638	2,457,638	8,714	181,548	2,267,376	2,448,924	1,879,029	1,005,112	214,000
1965-----	1,219,112	549,345	1,367,443	1,916,788	1,916,788	1,916,788	18,047	196,000	1,702,741	1,898,741	2,376,553	527,000	18,000

SCHEDULE OF SPECIAL ACTIVITIES—Continued

[In thousands of dollars]

	Sur- plus (—) or deficit, accounts receiv- able and unpaid obligations (—) as of July 1	Program expenditures					Receipts			Special appropri- ations to reimburse Commodity Credit Corporation (net)	Balance as of June 30		
		Com- modity transfers from price- support program	Other costs and capital outlay ¹	Total program costs	Increase (—) or de- crease in unpaid obligations	Gross expendi- tures	Revenue and other receipts	Increase (—) or de- crease in accounts receivable	Net budget expendi- tures		Net operat- ing loss	Recover- able from special appropri- ations, surplus (—) or deficit	Accounts receiv- able and unpaid obligations (—) ²
RECOVERABLE COSTS—Continued													
OTHER PROGRAMS													
Military housing (barter and ex- change):													
1963.....	45,051						1,635		—1,635	—1,635		43,416	
1964.....	43,416						2,416		—2,416	—2,416		41,000	
1965.....	41,000						2,000		—2,000	—2,000		39,000	
Reimbursement for costs of National Wool Act:													
1963.....	110,745		46,165	46,165	17,000	63,165			63,165	46,165	69,165	145,745	—41,000
1964.....	104,745		38,292	38,292	41,000	79,292			79,292	38,292	90,179	93,858	
1965.....	93,858		54,538	54,538		54,538			54,538	54,538	80,500	67,896	
Grain for migratory waterfowl (In- terior):													
1963.....	139	42		42		42			42	42		181	
1964.....	181	35		35		35	35					181	
1965.....	181	35		35		35	35					181	
Surplus grain for game birds (Interior):													
1963.....	179	36		36		36			36	36		215	
1964.....	215	50		50		50	5		45	45		260	
1965.....	260	50		50		50	5		45	45		305	
Grading and classing activities:													
1963.....	—32										(32)		
Cropland conversion program: ³													
1963.....			2,133	2,133		2,133			(2,133)	2,133		2,133	
1964.....	2,133						2,133		(—2,133)	—2,133			
Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation:													
1963.....	—472				167	167			167				—305
1964.....	—305				305	305			305				
Subtotal, other programs:													
1963.....	155,610	78	48,298	48,376	17,167	65,543	1,635		61,775	46,741	69,165	191,690	—41,305
1964.....	150,385	85	38,292	38,377	41,305	79,682	4,589		77,226	33,788	90,179	135,299	
1965.....	135,299	85	54,538	54,623		54,623	2,040		52,583	52,583	80,500	107,382	
Total recoverable costs:													
1963.....	1,124,722	747,463	1,510,067	2,257,530	17,167	2,274,697	217,730	40,384	2,014,450	2,039,800	2,160,187	626,907	354,243
1964.....	981,150	1,021,181	1,474,834	2,496,015	41,305	2,537,320	13,303	181,548	2,344,602	2,482,712	1,969,208	1,140,411	214,000
1965.....	1,354,411	549,430	1,421,981	1,971,411		1,971,411	20,087	196,000	1,755,324	1,951,324	2,457,353	634,382	18,000
CAPITAL OUTLAY													
Loans for agricultural conservation:													
1963.....	42,100		50,000	50,000		50,000	42,100		7,900				50,000
1964.....	50,000		50,000	50,000		50,000	50,000						50,000
1965.....	50,000		50,000	50,000		50,000	50,000						50,000
Net budget expenditures:													
1963.....									2,022,350				
1964.....									2,344,602				
1965.....									1,755,324				

¹ Includes interest on balance recoverable as follows (thousands): 1963, \$22,584; 1964, \$24,541; 1965, \$23,808.

² Consists of the following items: (1) Public Law 480, title I, Sale of surplus agricultural commodities for foreign currencies—amounts to be recovered from Government agencies; (2) reimbursement for costs of National Wool Act—amounts of liability for accrued payments due producers which will be paid in the succeeding fiscal year; (3) transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation—amount available for payment of additional costs or for deposit in the Treasury as miscellaneous receipts; (4) loans for agricultural conservation purposes—amount due from Secretary of Agriculture for advance purchase of conservation materials and services. In addition to the unpaid obligations, the following commitments relating to these programs were outstanding at the end of each year as indicated (in thousands of dollars):

	June 30, 1962	June 30, 1963	June 30, 1964	June 30, 1965
Letters of commitment:				
Public Law 480, title I	250,921	241,335	250,000	80,000
Public Law 480, title IV	16,456	16,703	49,000	50,000
International Wheat Agreement, approved declarations of sales for export	5,345	13,039	17,700	
Total commitments	272,722	271,077	316,700	130,000
Change in selected resources		—1,645	45,623	—186,700

LIMITATION ON ADMINISTRATIVE EXPENSES

Nothing in this Act shall be so construed as to prevent the Commodity Credit Corporation from carrying out any activity or any program authorized by law: *Provided*, That not to exceed **\$41,650,000** *\$37,650,000* shall be available for administrative expenses of the Corporation: *Provided further*, That \$1,000,000 of this authorization shall be available only to expand and strengthen the sales program of the Corporation pursuant to authority contained in the Corporation's charter: *Provided further*, That not less than 7 per centum of this authorization shall be placed in reserve to be apportioned pursuant to section 3679 of the Revised Statutes, as amended, for use only in such amounts and at such times as may become

necessary to carry out program operations: *Provided further*, That all necessary expenses (including legal and special services performed on a contract or fee basis, but not including other personal services) in connection with the acquisition, operation, maintenance, improvement, or disposition of any real or personal property belonging to the Corporation or in which it has an interest, including expenses of collections of pledged collateral, shall be considered as nonadministrative expenses for the purposes hereof. (7 U.S.C. 442-445, 608c, 624, 1010-1011, 1282, 1301, 1301 note, 1331 note, 1332 note, 1333 note, 1334, 1334 note, 1335 note-1337 note, 1340, 1340 note, 1371 note, 1379a-1379j, prec. 1380a, 1385, 1385 note, 1391c, 1421-1431, 1431b, 1431d, 1432, 1441, 1441 note, 1442-1445, 1445a, 1446-1449, 1641, 1691-1697, 1701-1709, 1721-1724, 1731-1736, 1741-1747,

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

LIMITATION ON ADMINISTRATIVE EXPENSES—Continued

1808, 1813, 1851-1854, 1856-1857, 1859-1860, 1923, 1926, 1929, 1942, 1991; 14 U.S.C. 763; 15 U.S.C. 712a, 713a-13, 714-714p; 16 U.S.C. 590g-590h, 590p, 590p note, 1004-1005; 22 U.S.C. 1922; 31 U.S.C. 841, 846-852, 866-868c, 869; 33 U.S.C. 701b note; 50 U.S.C. App. 1917; 71 Stat. 290; 76 Stat. 218, 616-617, 623; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Price support, export, and related activities (program costs, funded)-----	37,968	38,516	34,828
Change in selected resources ¹ -----	-164		
Total obligations-----	37,804	38,516	34,828
Financing:			
Unobligated balance lapsing-----	5,384	182	186
Reserve for contingencies-----		2,952	2,636
Limitation-----	43,188	41,650	37,650

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders 1962, \$346 thousand; (1963 adjustments, -\$2 thousand); 1963, \$180 thousand; 1964, \$180 thousand; 1965, \$180 thousand.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
25 Other services: Services of other agencies: Advanced to—			
“Expenses, Agricultural Stabilization and Conservation Service”-----	36,696	37,099	33,232
“Salaries and expenses, Foreign Agri- cultural Service”-----	1,108	1,417	1,596
Total obligations-----	37,804	38,516	34,828

CORPORATIONS

The following corporations and agencies are hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided:

FEDERAL CROP INSURANCE CORPORATION

General and special funds:

ADMINISTRATIVE AND OPERATING EXPENSES

For administrative and operating expenses, [\$7,080,000] \$6,942,000. (7 U.S.C. 1501-1519; 31 U.S.C. 841, 846-852, 866-868c, 869; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$114 thousand for activities transferred in the estimates to the following appropriations:

“Salaries and expenses,” Office of the Inspector General, \$111, thousand.

“Salaries and expenses,” Office of Management Services, \$3 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Underwriting and actuarial analysis-----	1,048	1,099	1,117
2. Contract sales and servicing-----	4,784	4,820	4,780
3. Crop inspections and loss adjustments-----	895	1,025	1,045
Total program costs, funded ¹ -----	6,727	6,944	6,942
Change in selected resources ² -----	-12		
Total obligations-----	6,714	6,944	6,942
Financing:			
Comparative transfers to other accounts-----	81	114	
New obligational authority (appropriation)	6,795	7,058	6,942
New obligational authority:			
Appropriation-----	6,799	7,080	6,942
Transferred to—			
“Operating expenses, Public Buildings Service,” General Services Administra- tion (76 Stat. 728 and 77 Stat. 436)-----	-2	-22	
“Salaries and expenses,” general adminis- tration (76 Stat. 1212)-----	-2		
Appropriation (adjusted)-----	6,795	7,058	6,942

¹ Includes capital outlay as follows: June 30, 1963, \$43 thousand; 1964, \$62 thousand; 1965, \$63 thousand.

² Includes year end balances of unpaid undelivered orders as follows: 1962, \$55 thousand; 1963, \$42 thousand; 1964, \$42 thousand; 1965, \$42 thousand.

This appropriation finances a major portion of the administrative and operating expenses of the Corporation. The budget for insurance operations financed from capital funds appears below.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions-----	3,279	3,941	4,231
Positions other than permanent-----	874	342	203
Other personnel compensation-----	29	85	16
Total personnel compensation-----	4,182	4,368	4,450
12 Personnel benefits-----	281	317	336
21 Travel and transportation of persons-----	1,181	937	860
22 Transportation of things-----	39	35	35
23 Rent, communications, and utilities-----	399	492	447
24 Printing and reproduction-----	182	167	171
25 Other services-----	138	122	121
Services of other agencies-----	177	339	383
26 Supplies and materials-----	71	78	79
31 Equipment-----	64	89	60
Total obligations-----	6,714	6,944	6,942

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions-----	615	663	647
Full-time equivalent of other positions-----	199	70	49
Average number of all employees-----	713	674	676
Employees in permanent positions, end of year-----	561	626	631
Employees in other positions, end of year-----	154	54	53
Average GS grade-----	6.8	6.5	6.8
Average GS salary-----	\$6,435	\$6,557	\$6,818

Public enterprise funds:**FEDERAL CROP INSURANCE CORPORATION FUND**

Not to exceed **[\$3,505,000]** \$3,649,000 of administrative and operating expenses may be paid from premium income. (7 U.S.C. 1516(a); *Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating costs, funded:			
Indemnities, by crop:			
Apples.....		46	130
Barley.....	707	1,203	907
Beans.....	374	137	198
Cherries.....		165	29
Citrus.....	6,305	988	677
Combined crop.....	435	245	457
Corn.....	5,504	2,112	4,336
Cotton.....	2,759	2,482	2,944
Flax.....	358	552	577
Grain sorghum.....	35	473	636
Oats.....	118	291	429
Peaches.....	590	525	440
Peanuts.....	67	593	570
Peas.....	317	134	289
Potatoes.....	199	212	716
Raisins.....		1,895	259
Rice.....	12	6	27
Safflower.....			28
Soybeans.....	804	1,455	1,909
Sugarbeets.....			56
Tobacco.....	2,615	3,110	2,949
Tomatoes.....		9	29
Wheat.....	2,768	8,212	6,938
Total indemnities.....	23,967	24,845	25,530
Inspection and adjustment costs.....	1,022	1,100	1,200
Administrative expenses: Limitation.....	3,017	3,505	3,649
Other expenses and adjustments, net.....	74	244	276
Total program costs—obligations.....	28,079	29,694	30,655
Financing:			
Revenues and other receipts:			
Insurance premiums, by crop:			
Apples.....		164	175
Barley.....	877	1,156	1,225
Beans.....	185	253	268
Cherries.....		35	39
Citrus.....	687	1,097	915
Combined crop.....	572	604	617
Corn.....	3,631	5,165	5,860
Cotton.....	2,232	3,551	3,979
Flax.....	553	685	780
Grain sorghum.....	89	576	860
Oats.....	249	482	580
Peaches.....	326	511	595
Peanuts.....	194	613	770
Peas.....	103	262	390
Potatoes.....	91	316	968
Raisins.....	260	386	350
Rice.....	19	22	37
Safflower.....			38
Soybeans.....	1,199	2,302	2,580
Sugarbeets.....			75
Tobacco.....	3,304	3,702	3,985
Tomatoes.....		25	39
Wheat.....	7,296	8,638	9,375
Total premiums.....	21,867	30,545	34,500
Interest and other receipts.....	59	75	75
Total revenues and other receipts.....	21,926	30,620	34,575
Unobligated balance brought forward.....	47,591	41,438	42,364
Unobligated balance carried forward.....	-41,438	-42,364	-46,284
Financing applied to program.....	28,079	29,694	30,655

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	28,079	29,694	30,655
Increase (—) or decrease in unpaid obligations.....	451	-661	-----
Gross expenditures.....	28,530	29,033	30,655
Revenues and other receipts (from program and financing).....	21,926	30,620	34,575
Increase (—) or decrease in accounts receivable, net.....	-1,108	157	176
Applicable receipts.....	20,818	30,777	34,751
Budget expenditures.....	7,713	-1,744	-4,096

Purpose and financial organization.—The Federal Crop Insurance Corporation, a wholly owned Government Corporation, was created on February 16, 1938 (7 U.S.C. 1501-1519), to carry out the provisions of the Federal Crop Insurance Act. The purpose of this act is to promote the national welfare by improving the economic stability of agriculture through a sound system of crop insurance and providing the means for the research and experience helpful in devising and establishing such insurance. The Corporation provides all-risk insurance protection to farmers against loss from unavoidable causes. Since 1948, the crop insurance program has been conducted on a limited basis in selected counties and on selected crops to obtain adequate actuarial data for the expansion of the program to a national basis. Based on past experience, the Corporation began with the 1962 crop year, to expand the crop insurance program at a more rapid rate to additional counties and commodities.

Capital stock of \$100 million is authorized to be subscribed by the United States. As of June 30, 1963, the Secretary of the Treasury held receipts for \$40 million of the authorized stock, leaving \$60 million unissued.

Funds from the issuance of capital stock provide working capital for the Corporation. Receipts which are for deposit to this fund come mainly from premiums for insurance protection afforded farmers on their investment in the production of insured crops. The principal payments from this fund are for indemnities to insured farmers who suffer crop losses arising from causes against which crop insurance provides protection, the direct cost of adjusting losses, and part of the operating and administrative expenses. The annual appropriation for the major portion of the operating and administrative expenses of the Corporation is presented earlier in the budget.

Budget program.—For the 1964 crop year (fiscal year 1965) the crop insurance program will be extended to 100 new counties, and insurance will be offered on 2 additional commodities. The following table indicates the scope of the insurance program planned for 1963, 1964, and 1965. Amounts in the 1963 column are actual and pertain to the 1962 crop year. The 1964 column pertains to the 1963 crop year and reflects the current favorable growing conditions for the 1963 insured crops. Indemnities shown in the 1965 column are estimated at 74% of the estimated premium, and are based upon the 5-year average from 1958 through the 1962 crop year.

FEDERAL CROP INSURANCE CORPORATION— Continued

Public enterprise funds—Continued

FEDERAL CROP INSURANCE CORPORATION FUND—Continued

	1963 fiscal year (1962 crop year) actual	1964 fiscal year (1963 crop year) estimate	1965 fiscal year (1964 crop year) estimate
Number of States.....	38	38	38
Number of counties.....	996	1,096	1,196
Estimated insurance outstanding (in thousands), beginning of fiscal year.....	\$356,553	\$498,765	\$566,000
Insured acreage (thousands).....	10,402	13,167	14,872
Number of crops insured.....	364,175	418,077	465,000
Premiums (in thousands).....	\$21,867	\$30,545	\$34,500
Indemnities (in thousands).....	\$23,967	\$24,845	\$25,530
Loss ratio.....	1.10	0.81	0.74

Financing.—Capital of \$40 million and the \$1.4 million surplus for the period 1948–62, will provide adequate operating funds for 1965, unless heavy unforeseen losses should occur on the 1963 crop between now and the time of harvest. Therefore, no additional capital is being requested for program operations.

Operating results and financial condition.—Current estimates for crop year 1963, fiscal year 1964, indicate a favorable loss ratio for the sixth year, out of the past 7 years. Premiums of \$30.5 million are estimated to exceed indemnities by \$5.7 million. Indemnities will exceed premiums for only three commodities, barley, peaches, and raisins. For the crop years 1948 through 1962, premium income of \$284.4 million exceeded indemnity costs of \$270.6 million by \$13.8 million. Premium income exceeded indemnity costs in 8 years of the 15-year period.

As of June 30, 1963, the Corporation's surplus was \$1.4 million. The favorable loss experience which occurred the past 5 out of 6 years is responsible for the current favorable financial condition of the Corporation.

The following table summarizes the insurance operations by commodities for 1963, 1964, and 1965.

NET INCOME OR LOSS ON INSURANCE OPERATIONS, BY COMMODITIES

[Fiscal years ending June 30, 1963, 1964, and 1965—In thousands of dollars]

	1963 actual (1962 crop year)	1964 estimate (1963 crop year)	1965 estimate (1964 crop year)
Apples.....	118	45	
Barley.....	170	—47	318
Beans.....	—189	116	70
Cherries.....	—130	10	
Citrus.....	—5,618	109	238
Combined crop.....	137	359	160
Corn.....	—1,873	3,053	1,524
Cotton.....	—527	1,069	1,035
Flax.....	195	133	203
Grain sorghum.....	54	103	224
Oats.....	131	191	151
Peaches.....	—264	—14	155
Peanuts.....	127	20	200
Peas.....	—214	128	101
Potatoes.....	—108	104	252
Raisins.....	260	—1,509	91
Rice.....	7	16	10
Safflower.....	—	—	10
Soybeans.....	395	847	671
Sugarbeets.....	—	—	19
Tobacco.....	689	592	1,036
Tomatoes.....	—	16	10
Wheat.....	4,528	426	2,437
Premiums over in- demnities.....	—2,100	5,700	8,970
Inspection and loss adjust- ment costs.....	—1,022	—1,100	—1,200
Administrative expenses charged to premium in- come.....	—3,017	—3,505	—3,649
Other income or expense, net.....	—15	—169	—201
Net income or loss.....	—6,153	926	3,920

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Revenue.....	21,926	30,620	34,575
Expense.....	28,079	29,694	30,655
Net income or loss for the year.....	—6,153	926	3,920
Analysis of retained earnings:			
Retained earnings, start of year.....	7,591	1,438	2,364
Retained earnings, end of year.....	1,438	2,364	6,284

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	49,235	41,522	43,266	47,362
Accounts receivable, net.....	3,705	4,813	4,656	4,480
Total assets.....	52,940	46,335	47,922	51,842
Liabilities:				
Current.....	5,348	4,897	5,558	5,558
Government equity:				
Non-interest-bearing capital.....	40,000	40,000	40,000	40,000
Retained earnings.....	7,591	1,438	2,364	6,284
Total Government equity.....	47,591	41,438	42,364	46,284

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Unobligated balance (total Gov- ernment equity).....	47,591	41,438	42,364	46,284

Note.—Excludes contingent liabilities representing estimated insurance coverage on 1962, 1963, 1964, and 1965 crops in the following amounts: 1962, \$357 million; 1963, \$499 million; 1964, \$566 million; 1965, \$574 million.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Positions other than permanent.....	1,252	1,588	1,741
12 Personnel benefits.....	41	56	63
21 Travel and transportation of persons.....	828	1,040	1,137
25 Other services:			
Agents' commissions and sales and serv- icing agreements.....	1,918	1,921	1,908
42 Insurance claims and indemnities.....	23,967	24,845	25,530
Undistributed (provision for losses on accounts receivable and adjustment of prior year ex- pense).....	74	244	276
Total obligations.....	28,079	29,694	30,655

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Full-time equivalent of other positions.....	263	335	357
Average number of all employees.....	270	343	366
Employees in permanent positions, end of year.....	0	0	0
Employees in other positions, end of year.....	363	470	466
Average GS grade.....	6.8	6.5	6.8
Average GS salary.....	\$6,435	\$6,557	\$6,818

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedule of the parent appropriation, Funds appropriated to the President, "Agency for International Development."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Underwriting and actuarial analysis.....	1		
2. Contract sales and servicing.....	5	2	
3. Crop inspection and loss adjustments.....	1		
Total obligations.....	7	2	
Financing:			
Advances and reimbursements from—			
Other accounts.....	6	1	
Non-Federal services (40 U.S.C. 481(c)).....	1	1	
Total financing.....	7	2	

Object Classification (in thousands of dollars)

11 Personnel compensation: Permanent positions.....	6	1	
31 Equipment.....	1	1	
Total obligations.....	7	2	

Personnel Summary

Total number of permanent positions.....	1		
Average number of all employees.....	1		
Employees in permanent positions, end of year.....	0	0	
Employees in other positions, end of year.....	0	0	
Average GS grade.....	6.8	6.5	
Average GS salary.....	\$6,435	\$6,557	

RURAL ELECTRIFICATION ADMINISTRATION**General and special funds:**

To carry into effect the provisions of the Rural Electrification Act of 1936, as amended (7 U.S.C. 901-924), as follows:

LOAN AUTHORIZATIONS

For loans in accordance with said Act, and for carrying out the provisions of section 7 thereof, to be borrowed from the Secretary of the Treasury in accordance with the provisions of section 3(a) of said Act, as follows: Rural electrification program, [\$425,000,000] \$365,000,000, of which [\$150,000,000] \$65,000,000 shall be placed in reserve to be borrowed under the same terms and conditions to the extent that such amount is required during the current fiscal year under the then existing conditions for the expeditious and orderly development of the rural electrification [program] and telephone programs; and rural telephone program, [\$70,000,000] \$63,000,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Rural electrification.....	245,754	287,500	295,000
2. Rural telephone.....	85,902	89,500	88,000
Total program costs, funded.....	331,656	377,000	383,000
Change in selected resources ¹	95,623	13,000	2,000
Total obligations (object class 33).....	427,279	390,000	385,000

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Financing:			
Unobligated balance brought forward (authorization to expend from public debt receipts).....	-65,887	-49,509	-25,509
Recovery of prior obligations.....	-5,900	-21,000	
Unobligated balance carried forward (authorization to expend from public debt receipts).....	49,509	25,509	3,509
Unobligated balance lapsing (authorization to expend from public debt receipts).....	75,000	150,000	65,000
New obligational authority (authorization to expend from public debt receipts).....	480,000	495,000	428,000

¹ Selected resources as of June 30 are as follows: Undisbursed loan obligations, 1962, \$923,110 thousand; (1963 adjustments -\$5,900 thousand); 1963, \$1,012,832 thousand; (1964 adjustments -\$21,000 thousand); 1964, \$1,004,832 thousand; 1965, \$1,006,832 thousand.

The Administration conducts two capital investment programs: (a) the rural electrification program to provide electric service to farms and other rural establishments; and (b) the rural telephone program to furnish and improve telephone service in rural areas. Funds for making repayable loans are borrowed from the Secretary of the Treasury.

1. *Rural electrification.*—This capital investment program is financed through loans which bear 2% interest and must be repaid within a period not to exceed 35 years. Loans are also made for shorter periods at 2% interest to electrification borrowers to be reloaned to their consumers for the purpose of financing the wiring of premises and the acquisition and installation of electrical and plumbing appliances and equipment, including machinery.

STATUS OF THE ELECTRIFICATION PROGRAM**Program Financing**

[In thousands of dollars]

	1963 actual	1964 estimate	1965 estimate
Loan funds available:			
New loan authorization:			
Regular.....	300,000	275,000	300,000
Reserve.....	100,000	150,000	165,000
Carryover from prior year.....	23,186	8,765	2,765
Rescissions of prior year loans.....	1,601	19,000	
Total loan funds available.....	424,787	452,765	367,765
Less—			
Loans approved.....	341,022	300,000	300,000
Reserve not used.....	75,000	150,000	65,000
Balance to next year.....	8,765	2,765	2,765

Program Statistics

[Dollars in thousands]

Cumulative net loans.....	\$5,020,163	\$5,301,163	\$5,601,163
Cumulative funds advanced.....	\$4,205,858	\$4,493,358	\$4,788,358
Unadvanced funds, end of year.....	\$814,305	\$807,805	\$812,805
Cumulative principal, repaid.....	\$1,245,142	\$1,387,142	\$1,532,342
Cumulative interest paid.....	\$594,090	\$661,890	\$735,690
Cumulative miles energized (thousands).....	1,514	1,534	1,555
Cumulative consumers served (thousands).....	5,157	5,307	5,457
Number of borrowers.....	1,098	1,102	1,105

¹ The reserve authorization of \$65 million is proposed for use in either the electrification or telephone loan program.

RURAL ELECTRIFICATION ADMINISTRATION—Continued

General and special funds—Continued

LOAN AUTHORIZATIONS—Continued

2. *Rural telephone.*—This capital investment program is financed through loans which are made for the purpose of financing the improvement, expansion, construction, acquisition, and operation of the telephone lines and facilities or systems to furnish and improve telephone service in rural areas. The loans bear 2% interest and must be repaid within a period not to exceed 35 years.

In 1950, when the telephone program started, the Census of Agriculture showed 38.2% of all farms with telephone service, fewer in both number and percentage than in 1920. Approximately 76% of the farms now have telephone service. Cumulative Rural Electrification Administration loans through June 30, 1963, will eventually provide initial or improved service to an estimated 1,860 thousand rural subscribers.

STATUS OF THE TELEPHONE PROGRAM

Program Financing

[In thousands of dollars]

1963 actual 1964 estimate 1965 estimate

Loan funds available:			
New loan authorization:			
Regular.....	80,000	70,000	63,000
Reserve.....			(¹)
Carryover from prior year.....	42,702	40,744	22,744
Rescissions of prior year loans.....	4,299	2,000	
Total loan funds available.....	127,001	112,744	85,744
Less—			
Loans approved.....	86,257	90,000	85,000
Balance to next year.....	40,744	22,744	744

Program Statistics

Dollars in thousands]

Cumulative net loans.....	\$990,993	\$1,078,993	\$1,163,993
Cumulative funds advanced.....	\$792,466	\$881,966	\$969,966
Unadvanced funds, end of year.....	\$198,527	\$197,027	\$194,027
Cumulative principal repaid.....	\$59,410	\$76,910	\$96,610
Cumulative interest paid.....	\$51,162	\$67,862	\$86,562
Route miles of line constructed or improved, cumulative (thousands).....	328	364	400
Dial subscribers, new and improved service, cumulative (thousands).....	1,445	1,585	1,705
Number of borrowers.....	820	845	870

¹ The reserve authorization (shown in the schedule for the electrification program) is proposed for use in either the electrification or telephone loan program.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
For the fiscal year:			
Lending operations:			
Interest revenue.....	72,174	76,080	80,986
Expense:			
Interest expense (statutory rates).....	70,845	74,165	78,785
Net revenue.....	1,330	1,915	2,201
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	10,387	11,149	11,518

Revenue, Expense, and Retained Earnings (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Cumulative to end of fiscal year:			
Lending operations:			
Interest revenue.....	796,910	872,990	953,976
Expense:			
Interest expense (statutory rates).....	733,218	807,383	886,168
Provision for possible losses on loans.....	9,090	9,090	9,090
Losses on foreclosed loans.....	44	44	44
Total expense.....	742,352	816,517	895,302
Net difference.....	54,558	56,473	58,674
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	164,772	175,921	187,439

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	8,999	17,385	11,157	10,852
Cash on hand.....	800	1,332	1,332	1,332
Loans, net.....	3,515,461	3,684,645	3,905,145	4,175,245
Travel advances.....	95	95	95	95
Accounts receivable:				
Interest receivable.....	155,302	151,650	143,230	131,716
Current receivable.....	8	8	8	8
Equipment, net.....	405	399	394	389
Total assets.....	3,681,070	3,855,514	4,061,361	4,319,637
Liabilities:				
Current.....	770	935	1,043	733
Trust and deposit.....	307	345	345	345
Total liabilities.....	1,077	1,280	1,388	1,078
Government equity:				
Borrowings from Treasury.....	3,483,707	3,656,615	3,860,439	4,116,824
Appropriated administrative funds, net.....	154,823	165,213	176,362	187,880
Appropriated loan funds, net.....	142,620	142,620	142,620	142,620
Net difference between income and expense.....	53,228	54,558	56,473	58,674
Administrative expenses.....	—154,385	—164,772	—175,921	—187,439
Total Government equity.....	3,679,993	3,854,234	4,059,973	4,318,559

Note.—Undisbursed loan obligations outstanding are as follows: June 30, 1962, \$923,110 thousand; 1963, \$1,012,832 thousand; 1964, \$1,004,832 thousand; 1965, \$1,006,832 thousand.

Proposed for separate transmittal:

LOAN AUTHORIZATIONS

Legislation is proposed to establish in 1964 a Rural Electrification Administration loan account which will reflect the net cost of the loan programs by showing it as the excess of the aggregate of the loans to be made over the current receipts on loans previously made. The account will be budgeted on a net expenditure basis. Net loan receipts are estimated to be \$169 million in 1964 and \$178 million in 1965, adjusting new obligational authority in 1965 as follows (in thousands of dollars):

Currently requested.....	428,000
Proposed revised estimate.....	81,000
Reduction in new obligational authority.....	347,000

SALARIES AND EXPENSES

For administrative expenses, including not to exceed \$500 for financial and credit reports, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$150,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), [\$11,247,000] \$11,518,000. (5 U.S.C. 511-512; 7 U.S.C. 901-924; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$98 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$96 thousand.

"Salaries and expenses," Office of Management Services, \$2 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Administration of rural electrification program.....	5,485	6,165	6,438
2. Administration of rural telephone program.....	4,812	4,984	5,080
Total program costs, funded ¹	10,296	11,149	11,518
Change in selected resources ²	16		
Total obligations.....	10,312	11,149	11,518
Financing:			
Comparative transfers to other accounts.....	85	98	
Unobligated balance lapsing.....	43		
New obligational authority.....	10,440	11,247	11,518
New obligational authority:			
Appropriation.....	10,024	11,247	11,518
Transferred from "Special milk program," Agricultural Marketing Service (77 Stat. 35).....	418		
Transferred to "Salaries and expenses, general administration" (76 Stat. 1212).....	-2		
Appropriation (adjusted).....	10,440	11,247	11,518

¹ Includes capital outlay as follows: June 30, 1963, \$55 thousand; 1964, \$55 thousand; 1965, \$58 thousand.

² Selected resources as of June 30, are as follows: Unpaid undelivered orders, 1962, \$34 thousand (1963 adjustments, -\$8 thousand); 1963, \$42 thousand; 1964, \$42 thousand; 1965, \$42 thousand.

The Administration assists electrification borrowers and potential borrowers to negotiate for adequate supplies of power on reasonable terms, and makes loans for the extension and improvement of electric and telephone services in rural areas. Business management and technical help is furnished borrowers where needed to protect the Government's loan security and to assure that construction and operation of their systems conform to approved standards and will provide continuous and reliable service.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	8,226	8,781	9,156
Positions other than permanent.....	42	45	45
Other personnel compensation.....	9	78	48
Total personnel compensation.....	8,277	8,904	9,249
12 Personnel benefits.....	612	659	685
21 Travel and transportation of persons.....	934	1,086	1,076
22 Transportation of things.....	23	25	25
23 Rent, communications, and utilities.....	148	150	150
24 Printing and reproduction.....	123	124	124
25 Other services.....	28	24	24
Services of other agencies.....	62	72	72
26 Supplies and materials.....	49	50	50
31 Equipment.....	56	55	58

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
42 Insurance claims and indemnities.....			5
Total obligations.....	10,312	11,149	11,518

Personnel Summary

Total number of permanent positions.....	1,017	1,040	1,068
Full-time equivalent of other positions.....	3	3	3
Average number of all employees.....	943	953	968
Employees in permanent positions, end of year.....	961	988	988
Employees in other positions, end of year.....	5	7	7
Average GS grade.....	9.7	9.7	9.7
Average GS salary.....	\$8,890	\$9,445	\$9,526

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, Funds appropriated to the President, "Agency for International Development."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Administration of rural electrification program.....	13	5	5
2. Administration of rural telephone program.....	19	5	5
3. Area redevelopment program.....	338	350	356
Total program costs, funded—obligations.....	370	360	366
Financing:			
Advances and reimbursements from—			
Other accounts.....	367	353	359
Non-Federal sources (40 U.S.C. 481(c)).....	3	7	7
Total financing.....	370	360	366

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Positions other than permanent.....	283	277	286
Other personnel compensation.....		2	1
Total personnel compensation.....	283	279	287
12 Personnel benefits.....	21	22	22
21 Travel and transportation of persons.....	48	45	42
23 Rent, communications, and utilities.....	4	4	4
25 Other services—Services of other agencies.....		3	3
26 Supplies and materials.....	1		
31 Equipment.....	13	7	8
Total obligations.....	370	360	366

Personnel Summary

Average number of all employees.....	30	28	28
Employees in permanent positions, end of year.....	0	0	0
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	9.7	9.7	9.7
Average GS salary.....	\$8,890	\$9,445	\$9,526

FARMERS HOME ADMINISTRATION

General and special funds:

RURAL HOUSING GRANTS AND LOANS

[RURAL HOUSING LOANS]

【For additional rural housing loans as authorized by Title V of the Housing Act of 1949, as amended, \$25,000,000, to remain available until expended.】 (Department of Agriculture and Related Agencies Appropriation Act, 1964.)】

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Rural housing grants and loans:			
(a) Enlargement and development loans.....	27	1,000	500
(b) Repair and improvement grants.....	979	3,355	2,000
2. Loans to the elderly.....	2,863	9,900	15,000
3. Building loans.....	180,335	126,000	5,700
Total program costs, funded.....	184,204	140,255	23,200
Change in selected resources ¹	3,198	-3,855	-700
Total obligations.....	187,402	136,400	22,500
Financing:			
Unobligated balance brought forward:			
Appropriation.....	-9,929	-8,864	-4,464
Authorization to expend from public debt receipts.....	-332,612	-196,900	-89,900
Recovery of prior year obligations.....	-625		
Unobligated balance carried forward:			
Appropriation.....	8,864	4,464	1,964
Authorization to expend from public debt receipts.....	196,900	89,900	69,900
New obligational authority:			
Authorization to expend from public debt receipts.....	50,000		
Appropriation.....		25,000	

¹ Selected resources as of June 30, are as follows: Unpaid undelivered orders, 1962, \$2,918 thousand (1963 adjustments, -\$625 thousand); 1963, \$5,491 thousand; 1964, \$1,636 thousand; 1965, \$936 thousand.

Rural housing direct loans are authorized by title V of the Housing Act of 1949, as amended, to be made to farm and non-farmowners of real estate in rural areas, to long-term farm leaseholders, and to senior citizens who are or will be owners of land in rural areas. Loans are made only to persons unable to obtain housing credit from other sources upon reasonable terms and conditions. Direct loans to individuals are repayable in not more than 33 years and bear interest at 4%. Direct loans to nonprofit associations are made for rental housing for senior citizens. Grants are made for minor building repair. In

addition to the direct loans and grants, insured loans are made to provide housing for domestic farm labor, and to provide rental housing for senior citizens in rural areas.

1. *Rural housing grants and loans.*—Direct farm enlargement and development loans, along with building loans, are made to farmowners on potentially adequate farms who need to develop their farms so as to increase their income sufficiently to repay the loans. Grants are made to farmowners, to owners of other real estate and long-term farm leaseholders in rural areas for such items as repairing roofs, providing sanitary facilities, providing an adequate sanitary water supply, and supplying screens. In some cases, a combination building loan and grant is made. A building loan or grant or a combination loan and grant may not exceed \$1 thousand.

2. *Loans to the elderly.*—Direct building loans are made to senior citizens for the same purposes as building loans described below, provided they own land or can buy a small tract in a rural area with loan funds.

3. *Building loans.*—Direct building loans are made to farmowners and to owners of other real estate in rural areas to construct, improve, alter, repair, or replace dwellings and essential farm-service buildings.

Rental housing loans for senior citizens.—Direct rental housing loans for senior citizens made to nonprofit corporations or consumer cooperatives at 3½% interest are repayable in not more than 50 years.

Insured housing loans.—Insured loans are made through the Agricultural Credit Insurance Fund utilizing funds furnished by private investors. Annual payments of principal and interest to lenders are fully guaranteed. The Government retains at least one-half of 1% of the interest as an insurance premium.

A. *Farm labor housing loans.*—Insured farm labor housing loans are made to farmowners or to organizations to provide modest living and related facilities for domestic farm labor. These loans are repayable in not more than 33 years and bear interest not in excess of 5%. The law provides that lenders can receive up to 4½% of the 5% interest paid by the borrower. The current return to the lenders is established at 4¼%.

B. *Rental housing loans for senior citizens.*—Insured loans to provide moderate-cost rental housing and related facilities for senior citizens are made to individuals, corporations, associations, trusts or partnerships. These loans are repayable in the number of years best suited to the individual case with interest at 5¼% to the borrower. The Government retains at least one-half of 1% of the interest as an insurance premium. No loan may exceed \$100 thousand.

Authority to make insured loans for rental housing for the elderly will expire on June 30, 1964, but extension of this program is being proposed.

(Dollars in thousands)

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount
Number of applications.....	36,912		40,000		45,000	
Direct loans and grants:						
Building loans—regular.....	19,314	\$183,035	12,900	\$122,000	625	\$5,000
Building loans—elderly.....	544	3,302	1,400	10,000	2,100	15,000
Enlargement and development loans.....	14	35	225	1,000	110	500
Repair and improvement grants.....	1,378	1,030	4,000	3,400	2,500	2,000
Revolving fund:						
Direct rental housing for the elderly.....			26	4,500	29	5,000
Insured loans:						
Rental housing for the elderly.....	2	117	55	5,000	55	15,000
Farm labor housing.....	8	221	15	3,000	30	6,000

¹ Extension of the program is being proposed.

COLLECTIONS OF PRINCIPAL AND INTEREST

(In thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Rural housing loans.....	38,959	55,365	69,509

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
33 Investments and loans.....	186,372	133,000	20,500
41 Grants, subsidies, and contributions.....	1,030	3,400	2,000
Total obligations.....	187,402	136,400	22,500

SALARIES AND EXPENSES

For necessary expenses of the Farmers Home Administration, not otherwise provided for, in administering the programs authorized by the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921), as amended, title V of the Housing Act of 1949, as amended (42 U.S.C. 1471-1484), and the Rural Rehabilitation Corporation Trust Liquidation Act, approved May 3, 1950 (40 U.S.C. 440-444); [\$38,925,900] \$40,284,000, together with not more than [\$1,050,000] \$2,500,000 of the charges collected in connection with the insurance of loans as authorized by section 309(e) of the Consolidated Farmers Home Administration Act of 1961, as amended, and section 514(b)(3) of the Housing Act of 1949, as amended [Provided, That, in addition, not to exceed \$500,000 of the funds available for the various programs administered by this Agency may be transferred to this appropriation for temporary field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574) to meet unusual or heavy workload increases]. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$787 thousand for activities transferred in the estimates to the following appropriations:
 "Salaries and expenses," Office of the Inspector General, \$765 thousand.
 "Salaries and expenses," Office of Management Services, \$22 thousand.
 The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Administration of direct and insured loan programs (program costs, funded) ¹	35,979	39,094	42,784
Change in selected resources ²	-18		
Total obligations.....	35,961	39,094	42,784
Financing:			
Comparative transfers to other accounts.....	751	787	
Advanced from the "Agricultural credit insurance fund".....	-1,000	-1,050	-2,500
Unobligated balance lapsing.....	30		
New obligational authority.....	35,742	38,831	40,284
New obligational authority:			
Appropriation.....	34,582	38,926	40,284
Transferred to—			
"Operating expenses, Public Buildings Service," General Services Administration (76 Stat. 728 and 77 Stat. 436).....	-43	-95	
"Salaries and expenses, General Administration" (76 Stat. 1212).....	-20		
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 20).....	1,223		
Appropriation (adjusted).....	35,742	38,831	40,284

¹ Includes capital outlay as follows: 1963, \$76 thousand; 1964, \$50 thousand; 1965, \$300 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjusted	1963	1964	1965
Stores.....	130		105	105	105
Unpaid undelivered orders.....	52	-9	50	50	50
Total selected resources.....	182	-9	155	155	155

These moneys are used to administer the loan programs of the Farmers Home Administration including reviewing applications, making and collecting loans, and providing technical assistance and guidance to borrowers. Additional funds of \$3 million are separately requested to administer an insured rural housing loan program included under proposed legislation.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	27,174	29,554	32,478
Positions other than permanent.....	858	803	1,115
Other personnel compensation.....	107	294	212
Total personnel compensation.....	28,139	30,651	33,805
12 Personnel benefits.....	2,120	2,366	2,569
21 Travel and transportation of persons.....	3,304	3,600	3,700
22 Transportation of things.....	116	130	110
23 Rent, communications, and utilities.....	1,665	1,705	1,720
24 Printing and reproduction.....	161	210	210
25 Other services.....	236	170	170
26 Supplies and materials.....	124	143	150
31 Equipment.....	94	119	350
42 Insurance claims and indemnities.....	2		
Total obligations.....	35,961	39,094	42,784

Personnel Summary

Total number of permanent positions.....	4,466	4,591	4,749
Full-time equivalent of other positions.....	452	467	476
Average number of all employees.....	4,726	4,952	5,078
Employees in permanent positions, end of year.....	4,353	4,555	4,452
Employees in other positions, end of year.....	5,311	5,268	4,605
Average GS grade.....	6.8	6.8	6.8
Average GS salary.....	\$6,467	\$6,807	\$6,875

Proposed for separate transmittal:

SALARIES AND EXPENSES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Administration of direct and insured loans program (costs—obligations).....			3,000
Financing:			
New obligational authority (proposed supplemental appropriation).....			3,000

Under proposed legislation, 1965.—Supplemental funds of \$3 million for salaries and expenses will be needed to make and service loans and for additional activity related to proposed legislation which would authorize the Secretary to insure rural housing loans made by private lenders. The proposed legislation will permit an annual insured rural housing loan program of about \$350 million.

RURAL RENEWAL

For necessary expenses, including administrative expenses, in carrying out rural renewal activities under section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended, [\$1,200,000] \$2,190,000, to remain available until expended. (7 U.S.C. 1010-1011; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

FARMERS HOME ADMINISTRATION—Continued**General and special funds—Continued****RURAL RENEWAL—Continued****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Loans for rural renewal and demonstration projects.....		950	1,840
2. Technical assistance and operating expense.....		250	350
Total program costs, funded—obligations.....		1,200	2,190
Financing:			
New obligational authority (appropriation).....		1,200	2,190

This program was authorized by section 102 of the Food and Agriculture Act of 1962. Loans will be made to local public agencies or groups for rural renewal development projects which are specifically related to conservation and land utilization. Each project will be an important component of the overall rural renewal plan previously developed to rebuild the economy of the designated area. To be eligible for designation as a rural renewal area, the locality must be one of chronic underemployment on farms and unemployment in the surrounding communities. The area must also be one in which agriculture or forestry contribute substantially to the economy. The 1965 request is to provide for program operation in not to exceed six pilot project areas.

Program operations include selection and designation of rural renewal areas, technical assistance to local public bodies or officials, or organizations in the preparation of an economic development plan, and counsel to local agencies and groups for meeting legal requirements necessary for borrowing funds. The borrowing agency will be designated by the State legislature or Governor to receive rural renewal loan funds and will be vested with authority under State and local laws to borrow funds, buy and sell property, raise revenue, meet financial obligations and transact other necessary business functions.

Rural renewal loans are repayable in not more than 30 years with repayment of principal and interest deferred up to 5 years, if necessary. Loans bear interest at the average rate paid by the U.S. Treasury on obligations of similar maturity. The rate for fiscal year 1964 is 3.046%. Loans in excess of \$250 thousand will require approval of the Agriculture and Forestry Committees of the Congress.

Program administration.—The Farmers Home Administration has been assigned primary responsibility for the coordination, direction and supervision of the rural renewal program. The principal administrative expenses are related to technical assistance, coordination of project plans and loan programs by the Farmers Home Administration. These expenses are estimated at \$223 thousand in 1964 and \$323 thousand in 1965. Administrative expenses allotted to the Economic Research Service will be \$27 thousand for 1964 and \$27 thousand for 1965.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
FARMERS HOME ADMINISTRATION			
11 Personnel compensation:			
Permanent positions.....		57	129
Other personnel compensation.....		1	
Total personnel compensation.....		58	129
12 Personnel benefits.....		4	10
21 Travel and transportation of persons.....		8	15
23 Rent, communications, and utilities.....		1	5
24 Printing and reproduction.....		2	3
25 Other services.....		150	160
26 Supplies and materials.....			1
33 Investments and loans.....		950	1,840
Total, Farmers Home Administration.....		1,173	2,163
ALLOTMENT TO ECONOMIC RESEARCH SERVICE			
11 Personnel compensation: Permanent positions.....		25	25
12 Personnel benefits.....		2	2
Total, Economic Research Service.....		27	27
Total obligations.....		1,200	2,190

Personnel Summary

FARMERS HOME ADMINISTRATION		
Total number of permanent positions.....	26	26
Average number of all employees.....	9	22
Employees in permanent positions, end of year.....	20	23
Employees in other positions, end of year.....	0	0
Average GS grade.....	6.8	6.8
Average GS salary.....	\$6,807	\$6,875
ALLOTMENT TO ECONOMIC RESEARCH SERVICE		
Total number of permanent positions.....	4	4
Average number of all employees.....	3	3
Employees in permanent positions, end of year.....	4	4
Employees in other positions, end of year.....	0	0
Average GS grade.....	8.9	8.9
Average GS salary.....	\$8,448	\$8,441

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President, "Agency for International Development."
Agriculture, Soil Conservation Service:
 "Watershed protection."
 "Flood prevention."
 "Resource and conservation development projects."

Public enterprise funds:

Proposed for separate transmittal:

RURAL HOUSING INSURANCE FUND**Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Capital outlay: Loans disbursed (costs—obligations).....			200,000

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Financing:			
New obligational authority (proposed supplemental appropriation).....			100,000
Revenue and other receipts: Sales of loans.....			160,000
Unobligated balance carried forward.....			-60,000
Financing applied to program.....			200,000

Under proposed legislation, 1965.—Proposed legislation would amend title V of the Housing Act of 1949 to provide for a program of insured rural housing loans. Included in the legislation would be authority for the Federal National Mortgage Association to include these loans in its secondary market operations. A \$350 million level of insured housing loans is anticipated if the insured loan program becomes operative early in 1965. Families in the lower income levels would require an estimated \$300 million annually, and an estimated \$50 million annually would be needed for other applicants. In addition to the \$200 million in loans made from the proposed new fund for later sale, it is expected that approximately \$150 million in loans from private sources will be insured annually. The Rural Housing Insurance Fund would be used to insure the farm labor housing and rental housing for the elderly loans presently insured through the Agricultural Credit Insurance Fund. Authority to insure rental housing for the elderly loans through the Agricultural Credit Insurance Fund will expire on June 30, 1964, but extension of this program is being proposed. All of these loans would be made and serviced by the Farmers Home Administration.

DIRECT LOAN ACCOUNT

Direct loans and advances under subtitles A and B, and advances under section 335(a) for which funds are not otherwise available, of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921), as amended, may be made from funds available in the Farmers Home Administration direct loan account as follows: real estate loans, [\$60,000,000] \$25,000,000; and operating loans, \$300,000,000, of which \$50,000,000 shall be placed in reserve to be used only to the extent required during current fiscal year under the then existing conditions for the expeditious and orderly conduct of the loan program]. (Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating costs, funded:			
1. Interest on borrowings.....	10,708	12,500	15,500
2. Costs incident to security for loans.....	25		
3. Provision for losses, current receivables.....	2,527	2,726	2,758
Total operating costs, funded.....	13,260	15,226	18,258
Capital outlay:			
1. Real estate loans:			
(a) Farm ownership loans.....	21,223	58,000	12,900
(b) Soil and water conservation loans.....	7,761	17,750	14,650
Total real estate loans.....	28,984	75,750	27,550
2. Operating loans.....	299,588	300,000	300,000
Judgments and collateral acquired.....	104	59	62
Total capital outlay.....	328,676	375,809	327,612
Total program costs, funded.....	341,936	391,035	345,870

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
Change in selected resources ¹	14,222	-15,750	-2,550
Total obligations.....	356,158	375,285	343,320
Financing:			
Revenues and other receipts:			
Repayments on loans.....	243,311	272,714	297,000
Proceeds from sale of acquired property.....	96	50	50
Payments on judgments.....	157	175	180
Interest revenue.....	41,411	44,035	48,080
Other revenue.....	21	9	9
Total revenues and other receipts.....	284,996	316,983	345,319
Unobligated balance brought forward.....	276,753	205,591	147,289
Unobligated balance carried forward.....	-205,591	-147,289	-149,288
Financing applied to program.....	356,158	375,285	343,320

Summary of Sources and Application of Funds (in thousands of dollars)

Obligations (from program and financing).....	356,158	375,285	343,320
Increase (—) or decrease in unpaid obligations, net.....	-14,210	15,750	2,550
Gross expenditures.....	341,948	391,035	345,870
Revenues and other receipts (from program and financing).....	284,996	316,983	345,319
Increase (—) or decrease in accounts receivable, net.....	1,940	-2,950	-2,880
Applicable receipts.....	286,936	314,033	342,439
Budget expenditures.....	55,012	77,002	3,431

¹ Balances of selected resources are identified on the statement of financial condition.

Direct loan account.—This account was established on October 16, 1961, pursuant to section 338(c) of the Consolidated Farmers Home Administration Act of 1961. Real estate and operating loans are made under the authorities of subtitle A and B of the act to farmers and ranchers and to associations unable to obtain credit from other sources at reasonable rates. Loans made under these and similar prior authorities are reported and accounted for in this account. In 1964, the total available for loans, including a \$50 million reserve for operating loans, is \$360 million. In 1965, it is proposed to carry out the estimated loan program of \$325 million through utilization of receipts to the Direct Loan Account representing collections on loans outstanding. No new borrowing authorization is estimated for 1965.

In addition to the direct loans, farm ownership and soil and water conservation loans advanced by private lenders will be insured within the annual statutory insurance authority of \$200 million for these purposes. Contingent liabilities for these insured loans are reflected in the Agricultural Credit Insurance Fund schedules.

1. *Real estate loans*—a. *Farm ownership loans.*—Direct and insured loans are made to farmers and ranchers for acquiring, enlarging, or improving farms, including farm buildings; for financing land and water development, use and conservation including recreational uses and facilities; for forestry development; for refinancing existing indebtedness; and for loan closing costs. Loans are confined to farms which are not larger than family farms. A loan cannot exceed \$60 thousand in any case. In addition, the

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****DIRECT LOAN ACCOUNT—Continued**

indebtedness against a farm or other security, including the amount of the loan, cannot exceed \$60 thousand or the normal value of the farm and any additional security.

FARM OWNERSHIP LOANS

[Dollars in thousands]

	1963 actual		1964 estimate		1965 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications...	37,467		35,000		35,000	
Direct loans.....	2,476	\$33,403	2,570	\$45,000	675	\$10,000
Insured loans.....	11,931	188,353	9,230	155,000	9,230	155,000

b. *Soil and water conservation loans.*—Direct and insured loans are made to farmers and ranchers and to associations for the effective development and utilization of water supplies and for the improvement of farmland by soil and water conserving facilities and practices. Loans to associations also are made for shifts in land use including the development of recreational facilities. There is no limitation on the size of farms that may be improved with loans to individual farmers. For loans to individuals, a loan cannot exceed \$60 thousand in any case; in addition the indebtedness against a farm or other security, including the amount of the loan, cannot exceed \$60 thousand or the normal value of the farm and any additional security. For loans to associations, the unpaid principal indebtedness is limited to \$500 thousand in the case of a direct loan and \$1 million in the case of an insured loan.

SOIL AND WATER CONSERVATION LOANS

[Dollars in thousands]

	1963 actual		1964 estimate		1965 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications...	2,595		5,000		5,000	
Direct loans:						
To individuals.....	363	\$1,000	500	\$2,500	500	\$2,500
To associations.....	100	8,993	104	12,500	104	12,500
Insured loans:						
To individuals.....	541	3,656	1,000	5,000	1,000	5,000
To associations.....	69	7,991	338	40,000	338	40,000

Farm ownership and soil and water conservation loans are repayable in not more than 40 years and bear interest not in excess of 5%. Insured loans are made through the Agricultural Credit Insurance fund with funds advanced by private lenders. Annual payments of principal and interest to lenders are fully guaranteed. The law provides that lenders can receive up to 4½% interest of the 5% paid by the borrower. The maximum return to lenders is currently established at 4¼%. The Government retains at least one-half of 1% of the interest as an insurance premium. The Administration services these insured loans, makes collections, and pays the lender.

2. *Operating loans.*—Direct loans are made to farmers and ranchers for paying costs incident to reorganizing a farming system for more profitable operations; for a variety of essential farm operating expenses such as the purchase of livestock, farm equipment, feed, seed, fertilizer and farm supplies; for financing land and water development, use and conservation including recreational uses and facilities; for refinancing indebtedness; for other farm and home needs; and for loan closing costs. Loans are confined to operators of not-larger-than-family farms.

The outstanding principal loan balance for operating loans is limited to \$35 thousand. Loans bear interest at 5% and may be made for periods up to 7 years, but may be renewed for not more than 5 additional years. Loans are secured by crop and chattel liens and, when necessary, by real estate mortgages.

FARM OPERATING LOANS

	1963 actual	1964 estimate	1965 estimate
Number of applications.....	108,448	115,000	115,000
Number of loans.....	77,992	70,400	70,400
Amount of loans (thousands of dollars)...	\$300,000	\$300,000	\$300,000

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Operating program:			
Revenue.....	41,433	44,044	48,089
Expense.....	25,493	28,420	30,618
Net operating income.....	15,940	15,624	17,471
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash.....	96	50	50
Loans receivable.....	378	300	300
Total proceeds from sale.....	474	350	350
Net book value of assets sold.....	486	340	340
Net nonoperating income or loss.....	-12	10	10
Net income for the year.....	15,928	15,634	17,481
Analysis of retained earnings:			
Retained earnings, start of period.....	9,720	25,648	41,282
Retained earnings, end of period.....	25,648	41,282	58,763

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	256,000	200,988	123,986	120,555
Accounts receivable, net.....	32,987	31,047	33,997	36,877
Loans receivable, net.....	773,634	846,639	936,328	954,379
Property acquired through foreclosure.....	512	399	409	419
Land and improvements.....	93	92	92	92
Judgments, net.....	552	530	516	487
Total assets.....	1,063,778	1,079,694	1,095,328	1,112,809
Liabilities:				
Current.....	20	8	8	8
Government equity:				
Interest-bearing capital:				
Start of year.....		597,959	597,959	597,959
Outstanding borrowings, net.....	271,959			
Assumed at inception of fund.....	326,000			
Borrowings from Treasury, net.....				
End of year.....	597,959	597,959	597,959	597,959
Non-interest-bearing capital:				
Start of year.....		456,079	456,079	456,079
Net assets assumed at inception of fund.....	456,079			
End of year.....	456,079	456,079	456,079	456,079
Retained earnings.....	9,720	25,648	41,282	58,763
Total Government equity.....	1,063,758	1,079,686	1,095,320	1,112,801

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Undisbursed loan obligations ¹	12,214	26,436	10,686	8,136
Unobligated balance	276,753	205,591	147,289	149,288
Invested capital and earnings	774,791	847,659	937,345	955,377
Total Government equity	1,063,758	1,079,686	1,095,320	1,112,801

¹ The changes in this item are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
33 Investments and loans	345,450	362,785	327,820
43 Interest and dividends	10,708	12,500	15,500
Total obligations	356,158	375,285	343,320

EMERGENCY CREDIT REVOLVING FUND

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating costs, funded:			
Administrative expenses	4,061	4,220	4,320
Interest and other expenses	642	385	530
Total operating costs, funded	4,703	4,605	4,850
Capital outlay:			
Loans made:			
Emergency loans	62,278	64,000	64,173
Judgments and collateral acquired	15	8	10
Total capital outlay	62,294	64,008	64,183
Total program costs, funded	66,997	68,613	69,033
Change in selected resources ¹	-14		-173
Total obligations	66,983	68,613	68,860
Financing:			
Revenues and other receipts:			
Repayments on loans	57,217	52,863	60,642
Proceeds from sale of acquired chattels	2		
Repayments on judgments	67	60	60
Revenue	2,388	2,452	2,702
Total revenues and other receipts	59,673	55,375	63,404
Unobligated balance brought forward	46,710	39,448	26,210
Recovery of prior year obligations	48		
Unobligated balance carried forward	-39,448	-26,210	-20,754
Financing applied to program	66,983	68,613	68,860

Summary of Sources and Application of Funds (in thousands of dollars)

Obligations (from program and financing)	66,983	68,613	68,860
Increase (—) or decrease in gross unpaid obligations	9		173
Adjustment for recovery of prior year obligations	-48		
Gross expenditures	66,944	68,613	69,033

Summary of Sources and Application of Funds (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Revenues and other receipts (from program and financing)	59,673	55,375	63,404
Increase (—) in accounts receivable, net	-113	-200	-236
Applicable receipts	59,560	55,175	63,168
Budget expenditures	7,384	13,438	5,865

¹ Balances of selected resources are identified on the statement of financial condition.

This fund is authorized by subtitle C of the Consolidated Farmers Home Administration Act of 1961, to finance emergency loans in areas where agricultural credit is not readily available because of natural disasters. Loans are generally confined to areas designated as emergency areas. Loans may be made outside of such areas to eligible applicants who have suffered severe production losses not general to the area. Loans also may be made to previously indebted borrowers to permit orderly repayment of such indebtedness.

Loans—(a) Emergency loans.—Emergency loans are made at 3% interest to eligible farmers, ranchers, or oyster planters and to domestic corporations or partnerships engaged primarily in farming, ranching, or oyster planting. Loans are made for any authorized purposes for which operating, farm ownership, or soil and water conservation loans may be made by the Farmers Home Administration.

(b) Other loans.—Where necessary to protect the Government's investment, obligations are incurred in connection with outstanding loans to provide for payment of such costs as taxes and insurance. Such advances are charged to the borrowers' accounts.

Administrative expenses.—The principal administrative expenses are related to the loan programs of the Farmers Home Administration. These expenses are estimated at \$4.2 million in 1964 and \$4.3 million in 1965. Administrative expenses for the Office of the General Counsel are estimated at \$20 thousand in fiscal year 1964 and \$22 thousand in 1965.

Financing the program.—No new budgetary authorization is required for 1965. A net loss of \$4.2 million is estimated on an accrual basis. Expenditures are estimated to exceed receipts by \$5.9 million on a cash basis due primarily to excess loans made over receipts during the year. During 1965, the program will be wholly financed by receipts from operations.

Operating results and financial condition.—Revenue for 1965, consisting principally of interest on loans, is estimated at \$2.7 million, compared to expenses of \$6.9 million, resulting in an estimated loss of \$4.2 million. A net loss of \$4.3 million is estimated for 1964, and a net loss of \$4.3 million resulted in 1963.

Loans receivable, after allowance for losses, are expected to amount to \$85 million on June 30, 1965, as compared to \$83.7 million on June 30, 1964, and \$74.8 million on June 30, 1963.

The Government investment at June 30, 1965, is expected to be \$107.4 million consisting of \$205.8 million appropriated and donated, less a deficit of \$98.4 million.

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****EMERGENCY CREDIT REVOLVING FUND—Continued****Revenue, Expense, and Retained Earnings (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Operating program:			
Revenue.....	2,388	2,452	2,702
Expense.....	6,657	6,703	6,930
Net operating loss.....	-4,270	-4,251	-4,228
Nonoperating income or loss:			
Proceeds from sale of collateral:			
Cash.....	2		
Loans receivable.....	50		
Total proceeds from sale of collateral.....	52		
Net book value of assets sold.....	-26		
Net nonoperating income.....	26		
Net loss for the year.....	-4,244	-4,251	-4,228
Analysis of deficit:			
Deficit, start of year.....	-85,676	-89,920	-94,171
Deficit, end of year.....	-89,920	-94,171	-98,399

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	44,627	37,243	23,805	17,940
Accounts receivable, net.....	3,514	3,627	3,827	4,063
Loans receivable, net.....	72,036	74,773	83,723	85,085
Acquired security or collateral.....	32	349	399	449
Judgments, net.....	217	195	182	171
Total assets.....	120,426	116,186	111,936	107,708
Liabilities:				
Current.....	244	249	249	249
Government equity:				
Non-interest-bearing capital.....	205,858	205,858	205,858	205,858
Deficit.....	-85,676	-89,920	-94,171	-98,399
Total Government equity.....	120,182	115,938	111,687	107,459

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Undisbursed loan obligations ¹	1,187	1,173	1,173	1,000
Unobligated balance.....	46,710	39,448	26,210	20,754
Invested capital and earnings.....	72,285	75,317	84,304	85,705
Total Government equity.....	120,182	115,938	111,687	107,459

¹ The changes in this item are reflected on the program and financing schedule.**Object Classification (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
FARMERS HOME ADMINISTRATION			
11 Personnel compensation:			
Permanent positions.....	3,334	3,292	3,399
Positions other than permanent.....	212	355	355
Other personnel compensation.....	5	36	21
Total personnel compensation.....	3,551	3,683	3,775
12 Personnel benefits.....	263	282	288

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
FARMERS HOME ADMINISTRATION—Continued			
21 Travel and transportation of persons.....	230	230	230
24 Printing and reproduction.....	4	4	4
25 Other services.....	1	1	1
33 Investments and loans.....	62,280	64,008	64,010
Undistributed charges (provision for losses on current receivables, etc.).....	642	385	530
Total obligations, Farmers Home Administration.....	66,971	68,593	68,838
ALLOTMENT TO OFFICE OF THE GENERAL COUNSEL			
11 Personnel compensation: Permanent positions.....	11	18	20
12 Personnel benefits.....	1	2	2
Total obligations, Office of the General Counsel.....	12	20	22
Total obligations.....	66,983	68,613	68,860
Obligations are distributed as follows:			
Farmers Home Administration.....	66,971	68,593	68,838
Office of the General Counsel.....	12	20	22

Personnel Summary

FARMERS HOME ADMINISTRATION			
Total number of permanent positions.....	570	523	590
Full-time equivalent of other positions.....	45	80	80
Average number of all employees.....	602	594	604
Employees in permanent positions, end of year.....	541	490	480
Employees in other positions, end of year.....	39	50	80
Average GS grade.....	6.8	6.8	6.8
Average GS salary.....	\$6,467	\$6,807	\$6,875
ALLOTMENT TO OFFICE OF THE GENERAL COUNSEL			
Total number of permanent positions.....	3	2	2
Average number of all employees.....	1	2	2
Employees in permanent positions, end of year.....	0	0	0
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	9.2	9.1	9.1
Average GS salary.....	\$8,750	\$9,285	\$9,260

AGRICULTURAL CREDIT INSURANCE FUND**Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Capital outlay:			
Loans made:			
For payment of delinquent installments.....	2,988	3,200	3,200
Advances on behalf of borrowers.....	318	200	200
From fund for later sale.....	111,334	127,113	120,000
Purchase of loans from lenders.....	39,826	23,600	43,700
Disbursement of loan repayments to note holders.....	31,278	26,000	39,000
Collateral acquired by default.....	14	20	25
Judgments.....	1	6	7
Total capital outlay, funded.....	185,759	180,139	206,132

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
Operating costs, funded:			
Administrative expenses.....	1,000	1,050	2,500
Interest on borrowings.....	998	1,250	3,200
Other expense.....	208	205	303
Total operating costs, funded.....	2,206	2,505	6,003
Total program cost, funded.....	187,965	182,644	212,135
Change in selected resources ¹	1,594	-1,883	-270
Total obligations.....	189,559	180,761	211,865
Financing:			
New obligational authority—Authorization to expend from public debt receipts (permanent indefinite).....	15,071	3,131	6,541
Revenues and other receipts:			
Repayments on advances and loans held.....	5,861	7,000	7,000
Sale of loans.....	132,843	139,300	154,000
Loan repayments received on behalf of note holders.....	31,278	26,000	39,000
Proceeds from sale of acquired real estate.....	114	100	100
Payments on judgments.....	15	10	25
Insurance premiums.....	3,191	4,000	5,500
Interest revenue.....	1,171	1,200	1,800
Fees and other revenues.....	15	20	20
Total revenues and other receipts.....	174,488	177,630	207,445
Unobligated balance carried forward.....			-2,121
Financing applied to program.....	189,559	180,761	211,865

¹ Balance of selected resources are identified on the statement of financial condition.

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	189,559	180,761	211,865
Increase (—) or decrease in gross unpaid obligations.....	-3,176	1,733	35
Gross expenditures.....	186,383	182,494	211,900
Revenues and other receipts (from program and financing).....	174,488	177,630	207,445
Increase (—) in accounts receivable, net.....	-1,654	-199	-1,289
Applicable receipts.....	172,834	177,431	206,156
Budget expenditures.....	13,549	5,063	5,744

This fund is used to insure farm ownership loans, soil and water conservation loans, farm labor housing loans and loans for rental housing for senior citizens, as authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961, and sections 514 and 515(b) of title V of the Housing Act of 1949. The insurance endorsement on each insured loan includes an agreement by the Government to purchase the loan after a specified initial period of not less than 3 years, at the holder's option. The initial fund of \$1 million is supplemented by loan insurance charges collected from insured loan borrowers and by borrowing from the Secretary of the Treasury. A portion of such loan insurance charges equal to at least one-half of 1% of the outstanding principal obligations must be deposited to the fund to cover losses. The remainder of such charges may be used for administrative expenses. Loans other than farm labor housing loans may be made directly from the fund from available

receipts or borrowings from the Treasury for the purpose of acquiring blocks of loans if there is reasonable assurance that the loans can be sold to investors without undue delay. With respect to loans made from this fund, not more than \$25 million for farm ownership and soil and water conservation loans and not more than \$10 million for loans for rental housing for senior citizens may be held in the fund at any one time. Interest paid the Secretary of the Treasury on borrowings is based on the current average market yield of outstanding marketable obligations of the United States having maturities comparable to the notes issued for borrowings from the Treasury for operation of the fund.

Budget program.—Capital outlay is estimated at \$206.1 million in 1965, an increase of \$26.0 million over 1964 and an increase of \$20.4 million over 1963. Included in capital outlay is \$127.1 million in 1964 and \$120 million in 1965 for making loans from the fund which will later be sold on an insured basis. The increase in 1964 and 1965 in sale of loans from the fund is expected to result from the relatively favorable market for insured loans. Insured loans outstanding which are contingent liabilities against the insurance fund are expected to increase from \$474.3 million on June 30, 1963, to approximately \$653 million at June 30, 1964, and to \$805 million by June 30, 1965.

Financing.—Net borrowings from the Treasury in 1965 are estimated at \$6.7 million and in 1964 at \$3.9 million.

Operating results and retained earnings.—Total revenue, consisting principally of loan insurance charges is estimated at \$7.3 million in 1965, an increase of about \$2.1 million from 1964.

Outstanding loans receivable of \$60.8 million are estimated at June 30, 1965. Retained earnings, available to cover future losses, are estimated to be \$16.8 million at the end of 1965. These earnings, when added to the initial \$1 million appropriation and estimated borrowings of \$48.4 million from the Treasury, represent a \$66.2 million Government investment.

Extension of legislative authority, 1965.—The authority provided in section 515(b) of title V of the Housing Act of 1949 to insured loans for moderate-cost rental housing and related facilities for senior citizens expires on June 30, 1964. It is proposed to extend this authority to permit the making of such insured loans during 1965. The level of this program in fiscal year 1965 is estimated at \$5 million.

POSITION WITH RESPECT TO INSURANCE AUTHORITIES

[In thousands of dollars]

	1963 actual	1964 estimate	1965 estimate
Farm ownership and soil and water conservation loans:			
Annual insurance authority.....	200,000	200,000	200,000
Charges against insurance authority during the year:			
Loans insured.....	186,377	196,000	196,000
Commitments to insure pending advances by lenders.....	13,623	4,000	4,000
Total charges against authority....	200,000	200,000	200,000
Unused insurance authority.....			
Labor housing loans:			
Annual insurance authority.....	25,000	25,000	25,000
Charges against insurance authority during the year:			
Loans insured.....	204	2,983	4,983
Commitments to insure pending advances by lenders.....	17	17	1,017
Total charges against authority....	221	3,000	6,000
Unused insurance authority.....	24,779	22,000	19,000
Rental housing for the elderly:			
Loans insured.....	117	5,000	

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****AGRICULTURAL CREDIT INSURANCE FUND—Continued****Revenue, Expense, and Retained Earnings (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Operating program:			
Revenue.....	4,378	5,220	7,320
Expense.....	2,251	2,550	6,063
Net operating income.....	2,127	2,670	1,257
Nonoperating income:			
Proceeds from sale of acquired property:			
Cash sales.....	114	100	100
Exchanged for loans receivable.....	32	50	150
Total proceeds from sale of acquired property.....	146	150	250
Net book value of assets sold.....	-146	-150	-250
Net nonoperating income.....			
Net income for the year.....	2,127	2,670	1,257
Analysis of retained earnings, start of year.....	10,759	12,886	15,556
Retained earnings, end of year.....	12,886	15,556	16,813

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	2,362	3,138	1,995	3,001
Accounts receivable, net.....	3,239	4,893	5,092	6,381
Loans receivable, net.....	31,839	47,334	54,892	60,787
Judgments.....	18	16	27	59
Property acquired through foreclosure.....	261	371	486	506
Total assets.....	37,719	55,752	62,492	70,734
Liabilities:				
Current.....	2,540	4,121	4,271	4,506
Government equity:				
Interest-bearing capital:				
Start of year.....	29,390	23,420	37,745	41,665
Borrowings from Treasury, net.....	-5,970	14,325	3,920	6,750
End of year.....	23,420	37,745	41,665	48,415
Non-interest-bearing capital.....	1,000	1,000	1,000	1,000
Retained earnings.....	10,759	12,886	15,556	16,813
Total Government equity.....	35,179	51,631	58,221	66,228

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Undisbursed loan obligations ¹	3,313	4,908	3,025	2,755
Unobligated balance.....				2,121
Invested capital and earnings.....	32,118	47,721	55,405	61,352
Subtotal.....	35,431	52,629	58,430	66,228
Less undrawn authorizations.....	252	998	209	
Total Government equity.....	35,179	51,631	58,221	66,228

Note.—This statement excludes contingent liabilities for insured loans in principal amounts at June 30, 1963, \$474,299 thousand; at June 30, 1964, \$652,821 thousand; and \$804,581 thousand, at June 30, 1965.

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
25 Other services.....	1,208	1,255	2,803
33 Investments and loans.....	187,353	178,256	205,862
43 Interest and dividends.....	998	1,250	3,200
Total obligations.....	189,559	180,761	211,865

RURAL HOUSING FOR THE ELDERLY REVOLVING FUND

For loans pursuant to section 515(a) of the Housing Act of 1949, as amended (42 U.S.C. [1484; 76 Stat. 671] 1485), including advances pursuant to section 335(a) of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1985) in connection with security for such loans, [\$3,500,000] \$5,000,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Capital outlay: Loans made for rental housing for the elderly (costs—obligations) (object class 33).....		4,500	5,000
Financing:			
New obligational authority:			
Appropriation.....	1,000	3,500	5,000
Revenues and other receipts:			
Repayments on loans.....			300
Interest revenue.....		10	181
Total revenues and other receipts.....		10	481
Unobligated balance brought forward.....		1,000	10
Unobligated balance carried forward.....	-1,000	-10	-491
Financing applied to program.....		4,500	5,000

Summary of Sources and Application of Funds (in thousands of dollars)

		1964 estimate	1965 estimate
Obligations (from program and financing).....		4,500	5,000
Gross expenditures.....		4,500	5,000
Revenues and other receipts (from program and financing).....		10	481
Increase (—) in accounts receivable, net.....		-10	-6
Applicable receipts.....			475
Budget expenditures.....		4,500	4,525

This account has been established pursuant to the Senior Citizens Housing Act of 1962. Loans are made under the authority of section 515(a) of title V of the Housing Act of 1949, as amended, to private nonprofit corporations and consumer cooperatives to provide modest cost rental housing and related facilities for elderly persons of low or moderate income in rural areas.

These direct loans, made from the revolving fund, are repayable in not more than 50 years and bear interest comparable to housing loans for the elderly in urban areas (currently 3½%). Administrative expenses for this program are included under the appropriation item, Salaries and expenses, Farmers Home Administration.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Operating program:			
Revenue.....		10	181
Expense ¹			
Net operating income.....		10	181
Analysis of retained earnings:			
Retained earnings, start of year.....			10
Retained earnings, end of year.....		10	191

¹ Excludes administrative expenses borne by the salaries and expenses appropriation.

Financial Condition (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Assets:			
Treasury balance.....	1,000		475
Accounts receivable, net.....		10	16
Loans receivable, net.....		4,500	9,200
Total assets.....	1,000	4,510	9,691
Government equity:			
Non-interest-bearing capital:			
Start of year.....		1,000	4,500
Appropriations.....	1,000	3,500	5,000
End of year.....	1,000	4,500	9,500
Retained earnings.....		10	191
Total Government equity.....	1,000	4,510	9,691

Analysis of Government Equity (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Unobligated balance.....	1,000	10	491
Invested capital and earnings.....		4,500	9,200
Total Government equity.....	1,000	4,510	9,691

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Administration of direct and insured loan programs.....	112	250	200
2. Area Redevelopment Program.....	339	350	360
Total program costs, funded—obligations ¹	451	600	560
Financing:			
Advances and reimbursements from—			
Other accounts.....	444	590	550
Non-Federal sources (40 U.S.C. 481(c)).....	7	10	10
Total financing.....	451	600	560

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$1 thousand; 1963, \$1 thousand; 1964, \$1 thousand; 1965, \$1 thousand.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	363	502	479
Other personnel compensation.....	1	4	2
Total personnel compensation.....	364	506	481
12 Personnel benefits.....	28	38	37
21 Travel and transportation of persons.....	41	34	26
22 Transportation of things.....	2	1	1
23 Rent, communications, and utilities.....	4	8	10
24 Printing and reproduction.....	4		
25 Other services.....	3		
31 Equipment.....	5	13	5
Total obligations.....	451	600	560

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	40	45	45
Average number of all employees.....	43	55	54
Employees in permanent positions, end of year.....	45	46	46
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	6.8	6.8	6.8
Average GS salary.....	\$6,467	\$6,807	\$6,875

OFFICE OF RURAL AREAS DEVELOPMENT

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Office of Rural Areas Development in providing leadership, coordination, liaison, and related services in the rural areas development activities of the Department, **[\$120,000] \$124,000: Provided,** That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$3,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Program coordination and direction (program costs, funded) ¹	69	120	124
Change in selected resources ²	16		
Total obligations.....	85	120	124
Financing:			
Comparative transfer from other accounts.....	-85		
New obligational authority (appropriation).....		120	124

¹ Includes capital outlay as follows: 1963, \$20 thousand; 1964, \$1 thousand; 1965, \$1 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$16 thousand; 1964, \$16 thousand; 1965, \$16 thousand.

This Office provides leadership, coordination, liaison, and related services in the Rural Areas Development activities of the Department of Agriculture. It utilizes the resources of Department agencies in assisting State, local, private, community, and farm organizations and individuals, working for the improvement of economic conditions in rural areas.

OFFICE OF RURAL AREAS DEVELOPMENT—Con.

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	32	94	98
Other personnel compensation.....	11	1	1
Total personnel compensation.....	43	95	99
12 Personnel benefits.....	3	7	7
21 Travel and transportation of persons.....	12	9	9
23 Rent, communications, and utilities.....		4	4
24 Printing and reproduction.....	3	3	3
25 Other services.....	2		
26 Supplies and materials.....	2	1	1
31 Equipment.....	20	1	1
Total obligations.....	85	120	124

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	6	8	8
Average number of all employees.....	3	8	8
Employees in permanent positions, end of year.....	6	8	8
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	11.2	10.8	10.8
Average GS salary.....	\$10,627	\$11,010	\$11,047

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in Funds appropriated to the President, "Public works acceleration."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
For carrying out responsibilities and authorities delegated under Area Redevelopment Act (Department of Commerce) (costs—obligations).....	304	362	366
Financing:			
Advances and reimbursements from other accounts.....	304	362	366

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	213	275	279
Other personnel compensation.....	7	15	11
Total personnel compensation.....	220	290	290
12 Personnel benefits.....	16	22	22
21 Travel and transportation of persons.....	43	40	44
22 Transportation of things.....		1	1
23 Rent, communications, and utilities.....	7	4	4
24 Printing and reproduction.....	4	2	2
25 Other services.....	1		
Services of other agencies.....	1	1	1
26 Supplies and materials.....	2	1	1
31 Equipment.....	10	1	1
Total obligations.....	304	362	366

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	26	26	26
Average number of all employees.....	20	26	26
Employees in permanent positions, end of year.....	25	26	26
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	11.2	10.8	10.8
Average GS salary.....	\$10,627	\$11,010	\$11,047

OFFICE OF THE INSPECTOR GENERAL

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Inspector General, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), \$9,874,000. (5 U.S.C. 511-512, 563-564.)

Note.—Includes \$9,712 thousand for activities previously carried under the following appropriations:

"Salaries and expenses," Agricultural Research Service, \$154 thousand.
 "Cooperative extension work, Payments and expenses," Extension Service, \$97 thousand.
 "Conservation operations," Soil Conservation Service, \$114 thousand.
 "Watershed protection," Soil Conservation Service, \$57 thousand.
 "Flood prevention," Soil Conservation Service, \$8 thousand.
 "Great Plains conservation program," Soil Conservation Service, \$5 thousand.
 "Marketing research and service," Agricultural Marketing Service, \$236 thousand.
 "Special milk program," Agricultural Marketing Service, \$162 thousand.
 "School lunch program," Agricultural Marketing Service, \$374 thousand.
 "Removal of surplus agricultural commodities," Agricultural Marketing Service, \$1,355 thousand.
 "Perishable Agricultural Commodities Act Fund," \$2 thousand.
 "Salaries and expenses," Foreign Agricultural Service, \$110 thousand.
 "Expenses," Agricultural Stabilization and Conservation Service, \$2,121 thousand.
 "Administrative and operating expenses," Federal Crop Insurance Corporation, \$111 thousand.
 "Salaries and expenses," Rural Electrification Administration, \$96 thousand.
 "Salaries and expenses," Farmers Home Administration, \$765 thousand.
 "Salaries and expenses," General Administration, \$427 thousand.
 "Forest protection and utilization," Forest Service, \$410 thousand.
 Corporate funds:
 "Commodity Credit Corporation Fund," \$720 thousand.
 "Limitation on administrative expenses," Commodity Credit Corporation, \$2,389 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Internal audit and investigations (program costs, funded) ¹	9,177	10,052	10,207
Change in selected resources ²	45		
Total obligations.....	9,222	10,052	10,207
Financing:			
Comparative transfers from other accounts.....	-5,726	-6,603	
Advances and reimbursements from other accounts:			
From corporate funds.....	-2,962	-3,109	
Other.....	-360	-340	-333
New obligational authority.....	174		9,874

New obligational authority:

Appropriation.....			9,874
Transferred from (76 Stat. 1212)—			
"Salaries and expenses," Agricultural Research Service.....	3		
"Cooperative extension work, payments and expenses," Extension Service.....	2		
"Conservation operations," Soil Conservation Service.....	4		
"Salaries and expenses," Economic Research Service.....	5		
"Salaries and expenses," Statistical Reporting Service.....	6		
"Marketing research and service," Agricultural Marketing Service.....	7		

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority—Continued			
Transferred from (76 Stat. 1212)—Con.			
“Special milk program,” Agricultural Marketing Service.....	3	-----	-----
“School lunch program,” Agricultural Marketing Service.....	7	-----	-----
“Removal of surplus agricultural commodities,” Agricultural Marketing Service.....	22	-----	-----
“Salaries and expenses,” Foreign Agricultural Service.....	1	-----	-----
“Expenses,” Agricultural Stabilization and Conservation Service.....	79	-----	-----
“Operating and administrative expenses,” Federal Crop Insurance Corporation.....	2	-----	-----
“Salaries and expenses,” Rural Electrification Administration.....	2	-----	-----
“Salaries and expenses,” Farmers Home Administration.....	20	-----	-----
“Salaries and expenses,” Office of the General Counsel.....	2	-----	-----
“Salaries and expenses,” Office of Information.....	1	-----	-----
“Salaries and expenses,” National Agricultural Library.....	1	-----	-----
“Forest protection and utilization,” Forest Service.....	7	-----	-----
Appropriation (adjusted):			
Current.....	152	-----	9,874
Permanent.....	22	-----	-----

¹ Includes capital outlay as follows: 1963, \$43 thousand; 1964, \$43 thousand; 1965, \$43 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$45 thousand; 1964, \$45 thousand; 1965, \$45 thousand.

The Office of the Inspector General was established on June 25, 1962, is responsible for overall policy, liaison, and coordination of audit and investigative work in the Department. On December 21, 1962, the internal audit staffs were transferred to this Office from Agricultural Marketing Service, Agricultural Research Service, Agricultural Stabilization and Conservation Service, Foreign Agricultural Service, Federal Crop Insurance Corporation, Extension Service, Farmers Home Administration, Forest Service, Rural Electrification Administration, and Soil Conservation Service.

This Office assures that existing laws, policies, and programs are effectively complied with, and insures corrective action where necessary. It coordinates internal audit and investigative activities of the Department with various investigative agencies of the executive and legislative branches of the Government.

Costs of conducting audits and investigations in 1963 and 1964 are financed from funds of the respective agencies. The 1965 budget proposes a direct appropriation for the Office of the Inspector General.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation			
Permanent positions.....	6,432	6,934	7,198
Positions other than permanent.....	20	20	20
Other personnel compensation.....	61	67	38
Total personnel compensation.....	6,513	7,021	7,256
12 Personnel benefits.....	484	516	524
21 Travel and transportation of persons.....	1,872	2,005	2,005
22 Transportation of things.....	39	60	12
23 Rent, communications, and utilities.....	156	169	158
24 Printing and reproduction.....	15	68	65

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
25 Other services.....	11	57	23
Services of other agencies.....	10	32	14
26 Supplies and materials.....	41	51	83
31 Equipment.....	79	63	65
41 Grants, subsidies, and contributions.....	2	10	2
Total obligations.....	9,222	10,052	10,207

Personnel Summary

Total number of permanent positions.....	895	924	924
Full-time equivalent of other positions.....	5	5	5
Average number of all employees.....	829	853	853
Employees in permanent positions, end of year.....	892	860	860
Employees in other positions, end of year.....	5	0	0
Average GS grade.....	9.2	9.2	9.2
Average GS salary.....	\$8,042	\$8,412	\$8,412

OFFICE OF THE GENERAL COUNSEL

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, including payment of fees or dues for the use of law libraries by attorneys in the field service, [\$3,973,500] \$3,853,000. (5 U.S.C. 511–512, 518: Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$268 thousand for activities transferred in the estimates to “Salaries and expenses,” Office of Management Services.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Commodity and production stabilization.....	909	916	955
2. Marketing, regulatory laws, research and operations.....	888	1,063	1,101
3. Rural development and conservation.....	1,713	1,720	1,797
Total program costs, funded ¹	3,510	3,699	3,853
Change in selected resources ²	5	-----	-----
Total obligations.....	3,515	3,699	3,853
Financing:			
Comparative transfers to other accounts.....	262	268	-----
Unobligated balance lapsing.....	73	-----	-----
New obligational authority.....	3,850	3,967	3,853
New obligational authority:			
Appropriation.....	3,695	3,974	3,853
Transferred to:			
“Salaries and expenses,” general administration (76 Stat. 1212).....	—2	-----	-----
“Operating expenses, Public Buildings Service,” General Services Administration (76 Stat. 728 and 77 Stat. 436).....	—3	—7	-----
Transferred from “Reimbursement for special milk program,” Commodity Credit Corporation (77 Stat. 35).....	160	-----	-----
Appropriation (adjusted).....	3,850	3,967	3,853

¹ Includes capital outlay as follows: 1963, \$15 thousand; 1964, \$25 thousand; 1965, \$20 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$20 thousand (1963 adjustments, —\$2 thousand); 1963, \$23 thousand; 1964, \$23 thousand; 1965, \$23 thousand.

OFFICE OF THE GENERAL COUNSEL—Continued

General and special funds—Continued

SALARIES AND EXPENSES—Continued

The Office serves as legal counsel for the Secretary of Agriculture and performs all legal work for the Department. It represents the Department in administrative proceedings for the promulgation of rules and regulations having the force and effect of law and in quasi-judicial hearings held in connection with the administration of Department programs. The Office also represents the Secretary in proceedings before the Interstate Commerce Commission dealing with rates and practices relating to the transportation of agricultural commodities and in appeals to the courts from the decisions of the Commission. It examines titles to lands to be acquired by the Department or accepted as security for loans, and disposes of claims arising out of the Department activities.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	2,993	3,145	3,313
Positions other than permanent.....	22	21	12
Other personnel compensation.....	4	30	18
Total personnel compensation.....	3,019	3,196	3,343
12 Personnel benefits.....	222	237	248
21 Travel and transportation of persons.....	107	108	108
22 Transportation of things.....	2	3	3
23 Rent, communications, and utilities.....	55	46	44
24 Printing and reproduction.....	21	21	20
25 Other services.....	14	15	14
Services of other agencies.....	4	4	4
26 Supplies and materials.....	31	30	30
31 Equipment.....	40	39	39
Total obligations.....	3,515	3,699	3,853

Personnel Summary

Total number of permanent positions.....	365	365	365
Full-time equivalent of other positions.....	3	3	3
Average number of all employees.....	350	349	349
Employees in permanent positions, end of year.....	333	337	337
Employees in other positions, end of year.....	5	3	3
Average GS grade.....	9.2	9.1	9.1
Average GS salary.....	\$8,780	\$9,285	\$9,463

ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriations as follows:
Agricultural Stabilization and Conservation Service, "Expenses."
Farmers Home Administration, "Emergency credit revolving fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous services to other accounts (costs—obligations).....	3		

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Financing:			
Advances and reimbursements from other accounts.....	3		

Object Classification (in thousands of dollars)

11 Personnel compensation: Permanent positions.....	2		
21 Travel and transportation of persons.....	1		
Total obligations.....	3		

Personnel Summary

Employees in permanent positions, end of year.....	0		
Employees in other positions, end of year.....	0		
Average GS grade.....	9.2		
Average GS salary.....	\$8,780		

OFFICE OF INFORMATION

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of Information for the dissemination of agricultural information and the coordination of informational work and programs authorized by Congress in the Department, [\$1,684,000] \$1,648,000, of which total appropriation not to exceed \$537,000 may be used for farmers' bulletins, which shall be adapted to the interests of the people of the different sections of the country, an equal proportion of four-fifths of which shall be available to be delivered to or sent out under the addressed franks furnished by the Senators, Representatives, and Delegates in Congress, as they shall direct (7 U.S.C. 417), and not less than two hundred and thirty-two thousand two hundred and fifty copies for the use of the Senate and House of Representatives of part 2 of the annual report of the Secretary (known as the Yearbook of Agriculture) as authorized by section 73 of the Act of January 12, 1895 (44 U.S.C. 241): *Provided*, That in the preparation of motion pictures or exhibits by the Department, this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$10,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 511-512; *Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

Note.—Excludes \$50 thousand for activities transferred in the estimates to "Salaries and expenses." Office of Management Services.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Publications review and distribution.....	701	725	730
2. Review and distribution of current agricultural information.....	597	617	622
3. Review, preparation, and distribution of visual agricultural information.....	269	292	296
Total program costs, funded ¹	1,567	1,634	1,648
Change in selected resources ²	46		
Total obligations.....	1,613	1,634	1,648
Financing:			
Comparative transfers to other accounts.....	47	50	
Unobligated balance lapsing.....	1		
New obligational authority.....	1,661	1,684	1,648

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
New obligational authority:			
Appropriation.....	1,610	1,684	1,648
Transferred to "Salaries and expenses," general administration (76 Stat. 1212).....	-1		
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 35).....	52		
Appropriation (adjusted).....	1,661	1,684	1,648

¹ Includes capital outlay as follows: 1963, \$27 thousand; 1964, \$5 thousand; 1965, \$5 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores.....	160	---	217	217	217
Unpaid undelivered orders.....	306	-7	288	288	288
Total selected resources.....	466	-7	505	505	505

The Office has responsibility for the information work of the entire Department. Its major objective is to report to farmers, agricultural, and closely related groups, and to the public the Department's research, action, regulatory, and other programs, using all information media. This work is carried on in close cooperation with the land-grant institutions and with private industries which serve agriculture. Workload depends upon Department program demands, direct requests, and legislative requirements.

1. *Publications review and distribution.*—The Department's printed publications are reviewed, published, and distributed. Processed publications are reviewed. Publications include farmers' bulletins, leaflets, periodicals, scientific, research, and marketing publications, and agricultural statistics.

2. *Review and distribution of current agricultural information.*—The Department's widespread activities require extensive preparation of information material for press, radio, and television use, as well as for specific agricultural outlets and the general public. Over 4,000 periodic crop, price, and market reports and press releases are issued annually. Digests, newsletters, special articles, and other editorial services are made available to press associations, farm and general publications, trade publications, daily newspapers, and encyclopedic annuals. Radio is used to reach farmers locally through single stations, and to broadcast nationally through the major networks. Films, television packages, and other services are prepared for the use of land-grant institutions, television farm broadcasters and TV networks. Information campaigns involving activities of cross-agency interest are developed using all media. The Yearbook of Agriculture is published by the Office and distributed by the Members of Congress.

3. *Review, preparation, and distribution of visual agricultural information.*—Motion pictures for the Department and nonprofit organizations associated with agriculture, produced on a reimbursable basis under the Department's working capital fund, are distributed through nearly 70 cooperating State film libraries. Still photographs, illustrations, graphics, and exhibits are similarly produced for use in explaining and reporting on Department programs. News and general-type photographs of Department programs and activities are available to news media from a centralized library.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	768	860	873
Positions other than permanent.....	11	6	6
Other personnel compensation.....	18	15	15
Total personnel compensation.....	797	881	894
12 Personnel benefits.....	58	64	65
21 Travel and transportation of persons.....	8	10	10
22 Transportation of things.....	3	3	3
23 Rent, communications, and utilities.....	92	98	98
24 Printing and reproduction.....	556	539	539
25 Other services.....	8	12	12
Services of other agencies.....	49	8	8
26 Supplies and materials.....	15	14	14
31 Equipment.....	27	5	5
Total obligations.....	1,613	1,634	1,648

Personnel Summary

Total number of permanent positions.....	128	128	128
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	113	119	119
Employees in permanent positions, end of year.....	112	114	114
Employees in other positions, end of year.....	5	5	5
Average GS grade.....	7.7	7.7	7.7
Average GS salary.....	\$7,176	\$7,531	\$7,602

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedule of the parent appropriations, as follows:

Funds appropriated to the President:
"Agency for International Development."
"Public Works Acceleration."

Agriculture:
Soil Conservation Service, "Great Plains conservation program."
"Working capital fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Review, preparation, and distribution of visual agricultural information.....	96	12	12
2. Centennial observance of agriculture.....	59		
3. Area redevelopment program, Commerce.....	31	29	29
Total program costs, funded.....	186	41	41
Change in selected resources ¹	-102		
Total obligations.....	84	41	41
Financing:			
Advances and reimbursements from—			
Other accounts.....	75	29	29
Non-Federal sources ²	9	12	12
Total financing.....	84	41	41

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$102 thousand; 1963 \$0; 1964, \$0; 1965, \$0.

² Reimbursements from non-Federal sources are derived from sale of photographs.

OFFICE OF INFORMATION—Continued

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent positions.....	40	22	22
12 Personnel benefits.....	3	1	1
21 Travel and transportation of persons.....	2	2	2
24 Printing and reproduction.....	23	14	15
25 Other services: Services of other agencies.....	12	2	1
31 Equipment.....	4		
Total obligations.....	84	41	41

Personnel Summary

Total number of permanent positions.....	4	3	3
Average number of all employees.....	3	2	2
Employees in permanent positions, end of year.....	2	2	2
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.7	7.7	7.7
Average GS salary.....	\$7,176	\$7,531	\$7,602

CENTENNIAL OBSERVANCE OF AGRICULTURE

General and special funds:

SALARIES AND EXPENSES

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Coordination with trade, industry, and commodity groups (costs—obligations).....	31		
Financing:			
Unobligated balance brought forward.....	—31		
New obligational authority.....			

This nonrecurring appropriation provided for planning and carrying out activities related to the centennial observance of the establishment of the Department of Agriculture and the founding of the land-grant colleges in 1862.

The last months of the centennial year primarily included activities completing the programs developed with industry and trade associations, and concluding all centennial activities. Operations were closed on December 31, 1962.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent positions.....	11		
12 Personnel benefits.....	1		
24 Printing and reproduction.....	12		
25 Other services.....	2		
Services of other agencies.....	5		
Total obligations.....	31		

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	3		
Average number of all employees.....	1		
Employees in permanent positions, end of year.....	0		
Employees in other positions, end of year.....	0		
Average GS grade.....	10.7		
Average GS salary.....	\$8,389		

NATIONAL AGRICULTURAL LIBRARY

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the National Agricultural Library, **[\$1,426,140]** \$1,347,000: *Provided, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$35,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 83, 511–512, 514, 516, 552a; Department of Agriculture and Related Agencies Appropriation Act, 1964.)*

Note.—Excludes \$100 thousand for activities transferred in the estimates to "Salaries and expenses," Office of Management Services.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Agricultural library services (program costs, funded) ¹	1,091	1,326	1,347
Change in selected resources ²	5		
Total obligations.....	1,096	1,326	1,347
Financing:			
Comparative transfers to other accounts.....	88	100	
New obligational authority.....	1,185	1,426	1,347
New obligational authority:			
Appropriation.....	1,154	1,426	1,347
Transferred from "Reimbursement for special milk program," Commodity Credit Corporation (77 Stat. 35).....	32		
Transferred to "Salaries and expenses," general administration (76 Stat. 1212).....	—1		
Appropriation (adjusted).....	1,185	1,426	1,347

¹ Includes capital outlay as follows: 1963, \$10 thousand; 1964, \$12 thousand; 1965, \$15 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$28 thousand (1963 adjustments, —\$2 thousand); 1963, \$31 thousand; 1964, \$31 thousand; 1965, \$31 thousand.

The National Agricultural Library, cooperating jointly with the two other national libraries—the Library of Congress and the National Library of Medicine—provides coverage and servicing of worldwide publications in the agricultural, chemical, and biological sciences. It serves the research, extension, regulatory, and other programs of the Department and State agricultural agencies. It contains approximately 1,212,000 volumes, probably the most extensive agricultural collection in existence. Since the Library's primary purpose is to provide for research needs, substantive publications in the animal sciences, plant sciences, agricultural chemistry, agricultural engineering, soils, forestry, agricultural products, home economics, world sociology, agricultural economics, and agricultural statistics are acquired and preserved. Pub-

lications are regularly acquired from more than 50 countries on subjects ranging from apiculture to zootomy. In addition, printed information of agricultural societies, organizations, cooperatives, and general material in the field of agriculture are collected and made available for use.

Information contained in the agricultural literature is disseminated through bibliographies, loans, photocopies and reference services to agricultural colleges and universities, research institutions, Government agencies, agricultural associations, industry, individual scientists, farmers, and the general public in every part of the world.

During 1963, 13,162 volumes and 230,307 separate issues of periodicals were added to the collection by purchase, gift, and exchange. An additional 7,096 volumes of previously unbound material were also added during the year. During the same period 261,256 loans of books and periodicals were made and 99,842 reference questions answered.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	843	1,002	1,027
Positions other than permanent.....	7	7	7
Other personnel compensation.....	4	12	6
Total personnel compensation.....	854	1,021	1,040
12 Personnel benefits.....	62	74	76
21 Travel and transportation of persons.....	5	6	6
23 Rent, communications, and utilities.....	11	11	11
24 Printing and reproduction.....	27	27	27
Binding.....	36	50	50
25 Other services.....	2	2	2
Services of other agencies.....	10	32	32
26 Supplies and materials.....	13	13	13
31 Equipment.....	75	90	90
Total obligations.....	1,096	1,326	1,347

Personnel Summary

Total number of permanent positions.....	165	183	183
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	137	153	153
Employees in permanent positions, end of year.....	149	165	165
Employees in other positions, end of year.....	7	4	4
Average GS grade.....	6.4	6.6	6.6
Average GS salary.....	\$6,125	\$6,505	\$6,660

LIBRARY FACILITIES

For [the preparation of plans, specifications, and drawings] construction of facilities for the National Agricultural Library [, \$450,000], to remain available until expended, \$7,000,000, with which shall be merged the unexpended balance of funds heretofore appropriated under this head. (5 U.S.C. 565a; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Plans and specifications.....		450	
2. Construction of facilities.....			335
Total program costs, funded.....		450	335
Change in selected resources ¹			6,165
Total obligations.....		450	6,500

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Financing:			
Unobligated balance carried forward.....			500
New obligational authority (appropriation).....		450	7,000

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0, 1965, \$6,165 thousand.

Present facilities are adequate to house less than half of the 1,212,000 volumes in the National Agricultural Library collection. New library facilities will enable the National Agricultural Library to properly preserve its collection and provide complete efficient services to the Nation's scientists. The proposed increase would be used to construct new and adequate library facilities at Beltsville, Md.

Funds for the preparation of plans, specifications and drawings for the new facilities were provided in 1964.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
NATIONAL AGRICULTURAL LIBRARY			
25 Services of other agencies.....		90	200
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25 Other services.....		360	300
32 Lands and structures.....			6,000
Total, General Services Administration.....		360	6,300
Total obligations.....		450	6,500

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President, "Agency for International Development."
Agriculture, "Working capital fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Agricultural library services (includes Departments of Agriculture, Health, Education, and Welfare, Farm Credit Administration, and Department of Commerce) (program costs, funded).....	74	91	95
Change in selected resources ¹	-4		
Total obligations.....	70	91	95
Financing:			
Advances and reimbursements from other accounts.....	70	91	95

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$9 thousand (1963 adjustments, -\$1 thousand); 1963, \$4 thousand; 1964, \$4 thousand; 1965, \$4 thousand.

NATIONAL AGRICULTURAL LIBRARY—Con.

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	55	76	78
Other personnel compensation.....		1	
Total personnel compensation.....	55	76	79
12 Personnel benefits.....	4	5	6
21 Travel and transportation of persons.....	1		
24 Printing and reproduction.....	1	1	1
26 Supplies and materials.....	1	1	1
31 Equipment.....	8	8	8
Total obligations.....	70	91	95

Personnel Summary

Total number of permanent positions.....	11	13	12
Average number of all employees.....	10	12	12
Employees in permanent positions, end of year.....	10	12	12
Employees in other positions, end of year.....	1	0	0
Average GS grade.....	6.4	6.6	6.6
Average GS salary.....	\$6,125	\$6,505	\$6,660

OFFICE OF MANAGEMENT SERVICES

General and special funds:

SALARIES AND EXPENSES

For expenses necessary to enable the Office of Management Services to provide management support services to selected agencies and offices of the Department of Agriculture, \$2,527,000. (5 U.S.C. 511-512; 542-1.)

Note.—Includes \$2,541 thousand for activities previously carried under the following appropriations:

"Salaries and expenses," Agricultural Research Service, \$4 thousand.
 "Payments and expenses," Cooperative State Research Service, \$205 thousand.
 "Cooperative extension work, Payments and expenses," Extension Service, \$2 thousand.
 "Salaries and expenses," Farmer Cooperative Service, \$142 thousand.
 "Conservation operations," Soil Conservation Service, \$3 thousand.
 "Watershed protection," Soil Conservation Service, \$35 thousand.
 "Flood prevention," Soil Conservation Service, \$3 thousand.
 "Resource conservation and development," Soil Conservation Service, \$4 thousand.
 "Salaries and expenses," Economic Research Service, \$662 thousand.
 "Salaries and expenses," Statistical Reporting Service, \$681 thousand.
 "Marketing research and service," Agricultural Marketing Service, \$6 thousand.
 "Special milk program," Agricultural Marketing Service, \$4 thousand.
 "School lunch program," Agricultural Marketing Service, \$10 thousand.
 "Removal of surplus agricultural commodities," Agricultural Marketing Service, \$35 thousand.
 "Salaries and expenses," Foreign Agricultural Service, \$2 thousand.
 "Salaries and expenses," Commodity Exchange Authority, \$42 thousand.
 "Expenses," Agricultural Stabilization and Conservation Service, \$58 thousand.
 Corporate funds:
 "Commodity Credit Corporation Fund," \$20 thousand.
 "Limitation on administrative expenses," Commodity Credit Corporation, \$67 thousand.
 "Administrative and operating expenses," Federal Crop Insurance Corporation, \$3 thousand.
 "Salaries and expenses," Rural Electrification Administration, \$2 thousand.
 "Salaries and expenses," Farmers Home Administration, \$22 thousand.
 "Salaries and expenses," Office of the General Counsel, \$268 thousand.
 "Salaries and expenses," Office of Information, \$50 thousand.
 "Salaries and expenses," National Agricultural Library, \$100 thousand.
 "Salaries and expenses," General Administration, \$100 thousand.
 "Forest protection and utilization," Forest Service, \$11 thousand.
 The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Management support activities (costs—obligations).....	2,708	2,882	2,953
Financing:			
Comparative transfers from other accounts.....	—2,286	—2,454	
Advances and reimbursements from other accounts:			
From corporate funds.....	—81	—87	
Other.....	—341	—341	—426
New obligational authority (appropriation).....			2,527

The Office of Management Services was established January 29, 1963, to provide management support services for certain agencies and offices of the Department including budget, accounting, and related financial management services; information services; personnel services; organization and related services; and procurement, property, space, communications, messenger, paperwork management, and related services.

These services are provided by the Office of Management Services for the Office of the Secretary, Economic Research Service, Statistical Reporting Service, Cooperative State Research Service, Farmer Cooperative Service, Commodity Exchange Authority, National Agricultural Library, Office of Rural Areas Development, Office of the Inspector General, Office of the General Counsel, Office of Information, Office of Budget and Finance, Office of Hearing Examiners, Office of Management Appraisal and Systems Development, Office of Personnel, and Office of Plant and Operations.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	2,172	2,258	2,322
Other personnel compensation.....	29	46	35
Total personnel compensation.....	2,201	2,304	2,357
12 Personnel benefits.....	162	169	174
21 Travel and transportation of persons.....	23	35	45
22 Transportation of things.....		1	2
23 Rent, communications, and utilities.....	48	61	62
24 Printing and reproduction.....	67	99	100
25 Other services.....	17	22	22
Services of other agencies.....	103	105	105
26 Supplies and materials.....	44	55	56
31 Equipment.....	43	31	30
Total obligations.....	2,708	2,882	2,953

Personnel Summary

Total number of permanent positions.....	339	360	368
Average number of all employees.....	345	344	348
Employees in permanent positions, end of year.....	315	352	358
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	6.6	6.6	6.6
Average GS salary.....	\$6,457	\$6,685	\$6,738
Average salary of ungraded positions.....	\$3,534	\$3,799	\$3,799

GENERAL ADMINISTRATION

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Secretary of Agriculture and for general administration of the Department of Agriculture, including expenses of the National Agricultural Advisory Commission; repairs and alterations; and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department of Agriculture, [\$3,750,000] \$3,372,000: *Provided*, That this appropriation shall be reimbursed from applicable appropriations for travel expenses incident to the holding of hearings as required by the Administrative Procedures Act (5 U.S.C. 1001): *Provided further*, That not to exceed \$2,500 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary. (5 U.S.C. 511-517; secs. 511-512—establishing the Department of Agriculture, which was implemented by the Act of July 24, 1919 (5 U.S.C. 563-564), apply to all appropriation items of the Department which are not based upon specific legislative authority either incorporated in the language of the item or cited immediately thereunder; 5 U.S.C. 520a, 542-1, 543b, 1001, 2131; Department of Agriculture and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$527 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$427 thousand.
"Salaries and expenses," Office of Management Services, \$100 thousand.
The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Program and policy direction and coordination:			
(a) Office of the secretary and under secretary.....	464	530	544
(b) Assistant secretaries.....	204	260	321
2. Budgetary and financial administration.....	652	724	749
3. General operations.....	664	707	726
4. Management appraisal and systems development.....	116	130	136
5. Personnel administration.....	671	700	770
6. Regulatory hearings and decisions.....	186	200	204
7. National Agricultural Advisory Commission.....	24	27	27
Total program costs, funded ¹	2,981	3,278	3,477
Change in selected resources ²	6		
Total obligations.....	2,987	3,278	3,477
Financing:			
Comparative transfers to other accounts.....	375	527	
Reimbursement for emergency preparedness functions.....		—55	—105
Unobligated balance lapsing.....	117		
New obligational authority.....	3,478	3,750	3,372
New obligational authority:			
Appropriation.....	3,341	3,750	3,372
Transferred from "Reimbursement for special milk program" Commodity Credit Corporation (77 Stat. 35).....	137		
Appropriation (adjusted).....	3,478	3,750	3,372

¹ Includes capital outlay as follows: 1963, \$82 thousand; 1964, \$20 thousand; 1965, \$20 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$25 thousand (1963 adjustments, \$8 thousand); 1963, \$38 thousand; 1964, \$38 thousand, 1965, \$38 thousand.

General administration covers the overall planning coordination, and administration of the Department's programs. Also included are certain services on a departmentwide basis. Increases are provided in the budget to strengthen the staff of the Office of the Secretary.

2. *Budgetary and financial administration.*—This covers departmental budgetary and financial management; policies and procedures are promulgated, and programs and legislative proposals are evaluated for budgetary, financial, and related implications.

3. *General operations.*—These embrace departmental policies and procedure for real and personal property, and supply and records management activities. Departmentwide central services of post office, telephone, telegraph, reproduction, and supply are furnished.

4. *Management appraisal and systems development.*—This covers the coordination and direction of the development of new and improved management techniques, acquisition and utilization of data processing equipment, development of methods of measuring the effectiveness of program operations, and the application of operations research techniques to the administrative, program, and scientific activities of the Department.

5. *Personnel administration.*—Departmental policies and procedures are promulgated for the personnel management program. The operational phases of this program have been substantially delegated to the agencies. A systematic review is conducted to insure unification thereof and to measure its effectiveness in serving the agencies' personnel management requirements.

6. *Regulatory hearings and decisions.*—The hearing examiners hold hearings in connection with the prescribing of new regulations and orders and on disciplinary complaints filed by the Department or on petitions filed by private parties asking relief from some action of the Department. Final administrative decisions in regulatory proceedings are rendered by the judicial officer. Agriculture Decisions is published monthly.

7. *National Agricultural Advisory Commission.*—Provision is made for the payment of necessary expenses incident to periodic meetings of the National Agricultural Advisory Commission.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	2,339	2,643	2,828
Positions other than permanent.....	15	7	7
Other personnel compensation.....	20	35	25
Total personnel compensation.....	2,374	2,685	2,860
12 Personnel benefits.....	173	200	203
21 Travel and transportation of persons.....	96	108	116
22 Transportation of things.....	5	3	3
23 Rent, communications, and utilities.....	62	61	65
24 Printing and reproduction.....	104	91	95
25 Other services.....	9	8	7
Services of other agencies.....	60	60	58
26 Supplies and materials.....	40	39	37
31 Equipment.....	64	23	28
Total obligations.....	2,987	3,278	3,477

GENERAL ADMINISTRATION—Continued**General and special funds—Continued****SALARIES AND EXPENSES—Continued****Personnel Summary**

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	292	285	296
Full-time equivalent of other positions.....	2	1	1
Average number of all employees.....	267	277	282
Employees in permanent positions, end of year.....	286	285	288
Employees in other positions, end of year.....	2	0	0
Average GS grade.....	7.9	7.6	7.4
Average GS salary.....	\$7,533	\$7,572	\$7,396
Average salary of ungraded positions.....	\$5,347	\$5,369	\$5,383

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
 Executive Office of the President:
 Office of Emergency Planning, "Emergency preparedness functions of Federal agencies."
 Funds appropriated to the President: "Public works acceleration."

Intragovernmental funds:**WORKING CAPITAL FUND, DEPARTMENT OF AGRICULTURE****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating cost, funded:			
1. Supply and other central services:			
Cost of goods sold.....	421	454	454
Other.....	452	433	434
2. Reproduction services:			
Cost of goods sold.....	412	506	506
Other.....	789	826	831
3. Motion picture, photographic and other visual information services:			
Cost of goods sold.....	209	204	206
Other.....	1,350	1,346	1,365
4. Automatic data processing services: Cost of service.....	1,642	2,803	3,475
Total operating costs, funded.....	5,275	6,572	7,271
Capital outlay:			
Purchase of equipment:			
1. Supply and other central services.....	3	—	—
2. Reproduction services.....	21	40	40
3. Motion picture, photographic, and other visual information services.....	68	50	50
4. Automatic data processing services.....	16	12	12
Total capital outlay.....	108	102	102
Total program costs, funded.....	5,384	6,674	7,373
Change in selected resources ¹	140	—5	—7
Adjustment in selected resources (inventories).....	5	—	—
Total obligations.....	5,529	6,669	7,366
Financing:			
Revenues and other receipts:			
1. Supply and other central services:			
Revenue.....	857	892	893
2. Reproduction services: Revenue.....	1,242	1,364	1,369
3. Motion picture, photographic and other visual information services: Revenue.....	1,555	1,598	1,617

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Financing—Continued			
Revenues and other receipts—Continued			
4. Automatic data processing services:			
Revenue.....	1,690	2,808	3,480
Total revenues and other receipts.....	5,344	6,662	7,359
Unobligated balance brought forward.....	1,089	1,062	1,055
Change in unfilled customers orders.....	158	—	—
Unobligated balance carried forward.....	—1,062	—1,055	—1,048
Financing applied to program.....	5,529	6,669	7,366

¹ Balances of selected resources are identified on the statement of financial condition.

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	5,529	6,669	7,366
Increase (—) in gross unpaid obligations.....	—187	—26	—43
Gross expenditures.....	5,342	6,643	7,323
Revenues and other receipts (from program and financing).....	5,344	6,662	7,359
Increase (—) in accounts receivable, net.....	—243	—19	—20
Applicable receipts.....	5,101	6,643	7,339
Budget expenditures.....	241	—	—16

This fund finances on a reimbursable basis certain central services in the Department of Agriculture, including duplicating, photographic and other visual information services, art and graphics, motion picture, tabulating, supply, library photocopy and microfilming services, civil defense activities, interagency employee training programs and the centralized automatic data processing system for payroll, financial management, and other services. The capital consists of \$400 thousand appropriated (5 U.S.C. 542–1) and \$533 thousand donated assets, as of June 30, 1963. Earnings are retained to furnish adequate working capital.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Supply and other central services:			
Revenue.....	857	892	893
Expense.....	876	892	893
Net operating income, supply and other central services.....	—19	—	—
Reproduction services:			
Revenue.....	1,242	1,364	1,369
Expense.....	1,228	1,363	1,368
Net operating income, reproduction services.....	14	1	1
Motion picture, photographic, and other visual information services:			
Revenue.....	1,555	1,598	1,617
Expense.....	1,596	1,595	1,617
Net operating income, motion picture, photographic and other visual information services.....	—41	3	—

Revenue, Expense, and Retained Earnings (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Automatic data-processing services:			
Revenue.....	1,690	2,808	3,480
Expense.....	1,644	2,808	3,480
Net operating income or loss, automatic data-processing services.....	46		
Net income for the year.....		4	1
Analysis of retained earnings: Retained earnings, start of year.....	188	188	192
Retained earnings, end of year.....	188	192	193

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	473	232	232	247
Accounts receivable, net.....	625	868	887	907
Selected assets: ¹				
Advances.....	13	18	9	9
Commodities for sale.....	238	253	263	263
Supplies, deferred charges, etc.....	75	64	60	54
Fixed assets, net.....	393	445	461	476
Total assets.....	1,817	1,880	1,912	1,956
Liabilities:				
Current.....	703	759	787	830
Government equity:				
Non-interest-bearing capital:				
Start of year.....	925	926	933	933
Donated assets, net.....		7		
End of year.....	926	933	933	933
Retained earnings.....	188	188	192	193
Total Government equity.....	1,114	1,121	1,125	1,126

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Unpaid undelivered orders ¹	107	238	236	236
Unobligated balance.....	1,089	1,062	1,055	1,048
Unfilled customers orders.....	-801	-959	-959	-959
Invested capital and earnings.....	719	780	793	801
Total Government equity.....	1,114	1,121	1,125	1,126

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	2,299	3,033	3,327
Positions other than permanent.....	27	17	15
Other personnel compensation.....	194	188	135
Add excess of annual leave earned over leave taken.....	27		
Total personnel compensation.....	2,547	3,238	3,477
12 Personnel benefits.....	180	229	253
21 Travel and transportation of persons.....	91	95	95
22 Transportation of things.....	29	31	31

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
23 Rent, communications, and utilities.....	165	247	247
24 Printing and reproduction.....	195	188	198
25 Other services.....	281	261	261
Services of other agencies.....	749	1,187	1,616
26 Supplies and materials.....	1,144	1,089	1,084
31 Equipment.....	148	104	104
Total obligations.....	5,529	6,669	7,366

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	430	554	623
Full-time equivalent of other positions.....	7		
Average number of all employees.....	374	513	574
Employees in permanent positions, end of year.....	429	598	677
Employees in other positions, end of year.....	18	3	3
Average GS grade.....	7.6	7.5	7.4
Average GS salary.....	\$7,335	\$7,521	\$7,400
Average salary of ungraded positions.....	\$5,352	\$5,373	\$5,387

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Miscellaneous services to other accounts:			
Department of Agriculture.....	94	115	115
Other agencies.....	7	6	6
2. Area redevelopment program (Department of Commerce).....	9	9	9
Total program costs, funded—obligations.....	110	130	130
Financing:			
Advances and reimbursements from other accounts.....	110	130	130

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	51	67	67
12 Personnel benefits.....	4	4	4
21 Travel and transportation of persons.....	47	49	49
23 Rent, communications, and utilities.....		3	3
24 Printing and reproduction.....	1	2	2
25 Services of other agencies.....	7	1	1
26 Supplies and materials.....		1	1
31 Equipment.....		3	3
Total obligations.....	110	130	130

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	4	7	6
Average number of all employees.....	3	7	6
Employees in permanent positions, end of year.....	0	5	4
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	7.9	7.6	7.4
Average GS salary.....	\$7,533	\$7,572	\$7,396

FOREST SERVICE

The Service carries on three primary functions: (a) Protection, development, and use of about 186 million acres of land in national forests and national grasslands in the United States and Puerto Rico; (b) forestry research for all public and private forest lands and related ranges to improve protection from fire, insects, and diseases; to increase production of timber, forage, water, and other products; to improve methods for developing and managing recreation resources; to develop better utilization and marketing of forest products; and to maintain a current inventory of forest resources through a nationwide forest survey; and (c) cooperation with States and private forest landowners to obtain better fire protection on approximately 450 million acres of forest land and nonforest watersheds, and better forest practices on about 358 million acres of privately owned commercial timberlands, to encourage reforestation and stimulate development and management of State, county, and community forests. These primary functions include construction and maintenance of roads and trails, control of forest pests, protection against floods, land acquisition and exchange, and a number of cooperative projects.

General and special funds:

FOREST PROTECTION AND UTILIZATION

For expenses necessary for forest protection and utilization, as follows:

Forest land management: For necessary expenses of the Forest Service, not otherwise provided for, including the administration, improvement, development, and management of lands under Forest Service administration, fighting and preventing forest fires on or threatening such lands and for liquidation of obligations incurred in the preceding fiscal year for such purposes, control of white pine blister rust and other forest diseases and insects on Federal and non-Federal lands: **[\$147,312,000] \$150,419,000**, of which \$5,000,000 for fighting and preventing forest fires and \$1,910,000 for insect and disease control shall be apportioned for use, pursuant to section 3679 of the Revised Statutes, as amended, to the extent necessary under the then existing conditions: *Provided*, That not more than **[\$962,000] \$500,000** may be used for acquisition of land under the Act of March 1, 1911, as amended (16 U.S.C. 513-519): *Provided further*, That funds appropriated for "Cooperative range improvements", pursuant to section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), may be advanced to this appropriation.

Forest research: For forest research at forest and range experiment stations, the Forest Products Laboratory, or elsewhere, as authorized by law: **[\$25,893,000] \$29,944,000**.

State and private forestry cooperation: For cooperation with States in forest-fire prevention and suppression, in forest tree planting on non-Federal public and private lands, and in forest management and processing, and for advising timberland owners, associations, wood-using industries, and others in the application of forest management principles and processing of forest products, as authorized by law: **[\$15,943,000] \$12,955,000**. (5 U.S.C. 511-512, 524, 565a; 7 U.S.C. 4-8a, 1010-1012, 1621-1627; 16 U.S.C. 207c, 471-583i, 594-1-594-5, 594a, 1004-1005; 30 U.S.C. 601-604, 611-615; 31 U.S.C. 534; 43 U.S.C. 1181h-1181j; 56 Stat. 557; Department of the Interior and Related Agencies Appropriation Act, 1964.)

Note.—Excludes \$421 thousand for activities transferred in the estimates to the following appropriations:

"Salaries and expenses," Office of the Inspector General, \$410 thousand.

"Salaries and expenses," Office of Management Services, \$11 thousand.

The amounts obligated in 1963 and 1964 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Forest land management:			
(a) National forest protection and management.....	124,698	130,706	134,917
(b) Fighting forest fires.....	18,588	3,600	5,000
(c) Insect and disease control.....	11,224	12,452	10,852
(d) Acquisition of lands.....	485	912	500
Total, forest land management.....	154,995	147,670	151,269
2. Forest research:			
(a) Forest and range management.....	10,892	11,300	11,459
(b) Forest protection.....	5,059	5,514	5,856
(c) Forest products and engineering.....	4,793	5,182	5,369
(d) Forest resource economics.....	3,214	3,202	3,410
(e) Forest research construction.....	3,401	489	2,600
Total, forest research.....	27,359	25,687	28,694
3. State and private forestry cooperation:			
(a) Forest fire control.....	12,417	12,494	12,758
(b) Forest tree planting.....	285	300	300
(c) Forest management and processing.....	2,740	2,513	3,018
(d) General forestry assistance.....	550	610	1,099
Total, State and private forestry cooperation.....	15,992	15,917	17,175
Total program costs for year's program.....	198,345	189,274	197,138
4. Repayment to "Cooperative work, Forest Service" of prior year's advance for fighting forest fires.....		1,400	
Total program costs, funded ¹	198,345	190,674	197,138
Change in selected resources ²	-465	346	1,100
Total obligations.....	197,880	191,020	198,238
Financing:			
Comparative transfer to other accounts.....	376	421	
Advances and reimbursements—			
Emergency preparedness functions.....			-220
Cooperative range improvements.....	-700	-700	-700
Cooperative work, Forest Service.....	-1,400		
Unobligated balance brought forward.....		-1,716	
Unobligated balance carried forward.....	1,716		
Unobligated balance lapsing.....	520		
New obligational authority.....	198,392	189,025	197,318
New obligational authority:			
Appropriation.....	198,675	189,148	197,318
Transferred to—			
"Operating expenses, Public Buildings Service, General Services Administration (76 Stat. 728 and 77 Stat. 436)....."	-275	-123	
"Salaries and expenses, general administration (76 Stat. 1212)....."	-7		
Appropriation (adjusted).....	198,392	189,025	197,318

¹ Includes capital outlay as follows: 1963, \$39,662 thousand; 1964, \$39,000 thousand; 1965, \$43,000 thousand.

² Selected resources as of June 30 are as follows:

	1962	1963 adjust- ments	1963	1964	1965
Stores.....	3,043	---	3,039	3,200	3,300
Unpaid undelivered orders.....	15,476	-48	14,817	15,000	16,000
Advances.....	598	---	748	750	750
Total selected re- sources.....	19,117	-48	18,604	18,950	20,050

1. *Forest land management*—(a) *National forest protection and management*.—The 154 national forests and 18 units of national grasslands are managed under multiple use and sustained yield principles. The natural resources of outdoor recreation, range, timber, watershed, and wildlife are utilized in a planned combination that will best meet the needs of the Nation without impairing productivity of the land. These management and utilization principles were recognized in the Multiple Use-Sustained Yield Act of June 12, 1960 (Public Law 86-517, 74 Stat. 215). Work programs and budget estimates are related to the development program for the national forests, a plan to meet the increasing demands for specific national forest resource needs through 1972 and for long-term objectives to the year 2000. Increases are provided in the budget to further attainment of these program objectives. Construction funds of \$15.5 million in 1964 and \$15 million in 1965 are budgeted, compared with \$17.1 million used in 1963, for construction or rehabilitation of campground and picnic facilities and other recreation improvements, the construction of dwellings or barracks for employee housing, fire lookouts, service and storage buildings, communication facilities, and other improvements. Funds appropriated under Cooperative range improvements are merged with this appropriation for obligational purposes.

MAIN WORKLOAD FACTORS

Description	1963 actual	1964 estimate	1965 estimate
Area administered and protected:			
(a) National forest lands (acres)---	182,238,263	182,310,000	182,425,000
(b) National grasslands (acres)---	3,803,377	3,803,500	3,804,000
(c) Land utilization projects (acres)---	161,543	161,600	162,000
Timber managed and protected (billion board feet)-----	1,130	1,130	1,130
Timber sales (number)-----	66,700	70,000	75,000
Timber harvested (billion board feet)---	10.0	11.0	11.2
Grazing use permits (prior calendar year)-----	41,467	41,400	41,400
Estimated number of livestock on national forest ranges (including calves and lambs)-----	6,000,000	6,000,000	6,000,000
Special use permits, excluding recreation (number)-----	39,175	40,000	41,000
Recreation special use permits (number)-----	22,609	23,000	23,500
Estimated number of visitors to national forests (prior calendar year)-----	112,762,200	125,000,000	140,000,000
Tree planting and seeding (acres)-----	103,000	120,000	160,000
Timber stand improvement (acres treated)-----	226,000	235,000	245,000
Range reseeding and removal of competing vegetation (acres)-----	180,000	182,000	186,000
Receipts (thousands of dollars):			
Timber sales-----	117,387	121,000	123,200
Grazing-----	3,386	3,500	3,600
Land uses-----	3,738	4,000	4,300
National grasslands-----	1,713	1,750	1,800
Total receipts-----	126,224	130,250	132,900

(b) *Fighting forest fires*.—This provides for employment of additional manpower and other facilities for forest fire emergencies which cannot be met by the fire control organization provided under national forest protection and management. Costs above the amounts estimated for the current and budget years are authorized to be met from advances from other Forest Service appropriations (repayments of such advances were made in 1964 to Cooperative work, Forest Service). In addition, a supplemental appropriation for 1964 is anticipated for separate transmittal.

	Calendar year		
	1962 actual	1963 estimate	1964 estimate
Forest fires controlled (number)-----	11,494	11,500	11,000
Area burned (acres)-----	85,457	100,000	200,000

(c) *Insect and disease control*.—Activities to suppress and control destructive insects and diseases that threaten timber areas include two types of work carried on jointly by Federal, State, and private agencies: (1) Surveys on forest lands to detect and evaluate infestations of forest insects and infections of tree diseases and determination of protective measures to be taken, and (2) control operations to suppress or eradicate forest insects and diseases, including white pine blister rust.

(d) *Acquisition of lands*.—Lands are purchased to protect the watersheds of navigable streams and to increase the production of timber with the approval of the National Forest Reservation Commission.

2. *Forest research*.—Research is conducted at 10 regional forest experiment stations, the Forest Products Laboratory, and elsewhere.

(a) *Forest and range management*.—This research provides private and public land managers and owners with a sound basis for management of timber, forage, and watershed lands. Studies are conducted to maintain a sustained yield of products at the lowest possible costs; increase forage for domestic livestock and improve habitat for wildlife without damage to soil, watershed, or other values; assure maximum regular flow of usable water, and reduce floods and sedimentation; and improve methods for developing and managing recreation resources.

(b) *Forest protection*.—Research is conducted to develop sound measures for the protection of forests from damage by fire, insects, and diseases. Forest fire research provides improved methods of predicting fire danger, and preparing for and combating fire by combinations of ground and aerial methods. Insect and disease research develops direct controls, silvicultural measures, and biological agents to combat forest pests.

(c) *Forest products and engineering*.—Studies are conducted to develop new and improved forest products, reduction and utilization of waste, and use of low-quality wood and less desirable species. They include studies to reduce costs of logging and wood utilization, and to develop basic knowledge of wood and disseminate this to forest owners, manufacturers, fabricators, and consumers. Research is also conducted to advance the mechanization and efficiency of forestry operations, and to develop and evaluate machines and similar equipment for such operations as logging, planting, timberstand improvement, and protection of forests.

(d) *Forest resource economics*.—These investigations are conducted to inventory and appraise the condition of forest lands, volume and quality of standing timber, ownership of timber resources, annual growth and depletion, and the potential need for timber products. Studies of the economics of forest crop production and of marketing of forest products are also included.

MAIN WORKLOAD FACTORS

[Acres in millions]

	1963 actual	1964 estimate	1965 estimate
Initial surveys (annual)-----	22	23	22
Initial surveys (cumulative since 1930)---	664	687	709
To be surveyed (total) ¹ -----	115	92	70
Resurveys (annual)-----	22	24	26

¹ Includes all of Alaska and Hawaii.

FOREST SERVICE—Continued

General and special funds—Continued

FOREST PROTECTION AND UTILIZATION—Continued

3. *State and private forestry cooperation.*—This program, carried on in cooperation with the States, encourages private timber management. Privately owned forest lands comprise three-fourths of the Nation's commercial forest area and produce about 85% of all timber cut.

(a) *Forest fire control.*—Assistance is furnished 49 States in preventing and suppressing forest fires on private and State-owned lands by financial aid, training, procurement of equipment, and a nationwide fire prevention campaign. About 94% of the 450 million acres of non-Federal ownership is now partially covered. During 1962 the acreage burned on protected areas was 0.38% as against an estimated 8.9% on unprotected lands. Of the total expenditures under this program, 80% is contributed by States and counties, 2% by private owners, and 18% by the Federal Government.

(b) *Forest tree planting.*—To encourage woodland owners to reforest unproductive portions of their holdings, and farmers to plant wind barriers around their fields and farmsteads—a total of more than 70 million acres altogether—the States provide planting stock at reasonable prices. The Federal Government shares the cost of producing the stock with the State and private landowners.

(c) *Forest management and processing.*—In cooperation with State foresters, 590 projects in 2,399 counties are operated to aid small woodland owners in applying good management to their timber holdings. In 1963 these projects served some 101,800 owners and 5.7 million acres.

(d) *General forestry assistance.*—Technical forest management assistance is provided to State, community, private, and other Federal agencies, forest industries, colleges, and landowners.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
FOREST SERVICE			
11 Personnel compensation:			
Permanent positions.....	78,940	81,588	85,266
Positions other than permanent.....	23,422	25,046	25,018
Other personnel compensation.....	8,025	3,883	3,022
Total personnel compensation.....	110,387	110,517	113,306
12 Personnel benefits.....	7,522	7,653	7,927
21 Travel and transportation of persons.....	5,937	6,461	6,549
22 Transportation of things.....	7,451	6,083	6,407
23 Rent, communications, and utilities.....	3,612	3,569	3,679
24 Printing and reproduction.....	1,411	1,311	1,330
25 Other services.....	15,548	12,098	13,072
Services of other agencies.....	3,610	3,186	3,225
26 Supplies and materials.....	13,406	11,868	12,493
31 Equipment.....	5,425	5,281	5,563
32 Lands and structures.....	7,042	5,550	5,173
41 Grants, subsidies, and contributions.....	15,124	15,120	16,141
42 Insurance claims and indemnities.....	83	8	—
44 Refunds.....	—	1,400	—
Subtotal.....	196,558	190,105	194,865
Deduct quarters and subsistence charges.....	1,408	1,287	1,371
Total, Forest Service.....	195,150	188,818	193,494

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions.....	120	189	189
Positions other than permanent.....	322	363	346
Other personnel compensation.....	15	2	1
Total personnel compensation.....	457	554	536
12 Personnel benefits.....	21	27	25
21 Travel and transportation of persons.....	23	48	51
22 Transportation of things.....	12	15	13
23 Rent, communications, and utilities.....	10	10	10
25 Other services.....	551	899	382
26 Supplies and materials.....	132	214	180
31 Equipment.....	57	82	47
32 Lands and structures.....	1,467	353	3,500
Total, allotment accounts.....	2,730	2,202	4,744
Total obligations.....	197,880	191,020	198,238
Obligations are distributed as follows:			
Agriculture, Forest Service.....	195,150	188,818	193,494
Interior.....	1,012	1,627	1,244
General Services Administration.....	1,718	575	3,500

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	13,736	13,680	13,800
Full-time equivalent of other positions.....	6,230	6,332	6,257
Average number of all employees.....	18,191	18,280	18,432
Employees in permanent positions, end of year.....	13,256	13,247	13,450
Employees in other positions, end of year.....	11,315	11,944	11,935
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	21	28	27
Full-time equivalent of other positions.....	67	75	70
Average number of all employees.....	86	103	97
Employees in permanent positions, end of year.....	23	24	26
Employees in other positions, end of year.....	242	256	244
Average GS grade.....	7.3	8.1	8.3
Average GS salary.....	\$6,215	\$7,020	\$7,310
Average salary of ungraded positions.....	\$5,615	\$5,533	\$5,533

Proposed for separate transmittal:

FOREST PROTECTION AND UTILIZATION
Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Forest land management: Fighting forest fires (costs—obligations).....	—	13,000	—
Financing:			
New obligational authority (proposed supplemental appropriation).....	—	13,000	—

Under existing legislation, 1964.—A supplemental appropriation for 1964 is anticipated for fighting forest fires.

COOPERATIVE RANGE IMPROVEMENTS

(Special fund)

For artificial revegetation, construction, and maintenance of range improvements, control of rodents, and eradication of poisonous and noxious plants on national forests in accordance with section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), to be derived from grazing fees as authorized by said section, \$700,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Advanced to Forest protection and utilization (costs—obligations) (object class 25)	700	700	700
Financing:			
New obligational authority (appropriation) ..	700	700	700

Part of the grazing fees from the national forests, when appropriated, are used to protect or improve the productivity of the range, mainly by construction and maintenance of fences, stock watering facilities, bridges, corrals, and driveways. These funds are advanced to and merged with the appropriation Forest protection and utilization, subappropriation Forest land management.

FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORIZATION)

For expenses necessary for carrying out the provisions of title 23, United States Code, sections 203 and 205, relating to the construction and maintenance of forest development roads and trails, [\$63,200,000] \$72,300,000, to remain available until expended, for liquidation of obligations incurred pursuant to authority contained in title 23, United States Code, section 203: *Provided*, That funds available under the Act of March 4, 1913 (16 U.S.C. 501), shall be merged with and made a part of this appropriation: *Provided further*, That not less than the amount made available under the provisions of the Act of March 4, 1913, shall be expended under the provisions of such Act. (5 U.S.C. 565a; 23 U.S.C. 125; *Department of the Interior and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Construction of roads and trails	37,498	64,728	70,715
2. Maintenance of roads and trails	12,914	14,000	14,185
Total program costs, funded ¹	50,412	78,728	84,900
Change in selected resources ²	10,189	-1,266	-----
Total obligations	60,601	77,462	84,900
Financing:			
Unobligated balance brought forward (contract authorization)	-40,162	-70,461	-85,000
Unobligated balance carried forward (contract authorization)	70,461	85,000	85,000
Unobligated balance lapsing (contract authorization)	-----	5,000	12,500
New obligational authority	90,900	97,001	97,400
New obligational authority:			
Contract authorization (current) (23 U.S.C. 203)	-----	-----	85,000
Contract authorization (permanent) (76 Stat. 1145; 23 U.S.C. 203)	80,000	85,000	-----
Appropriation (permanent, indefinite) (16 U.S.C. 501)	10,900	12,001	12,400

¹ Includes capital outlay as follows: 1963, \$28,137 thousand; 1964, \$49,900 thousand; 1965, \$56,600 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$8,577 thousand; 1963, \$18,766 thousand; 1964, \$17,500 thousand; 1965, \$17,500 thousand.

Status of Unfunded Contract Authorization (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Unfunded balance brought forward	50,664	86,164	102,964
Contract authorization (current)	-----	-----	85,000
Contract authorization (permanent)	80,000	85,000	-----
Administrative cancellation of unfunded balance	-----	-5,000	-12,500
Unfunded balance carried forward	-86,164	-102,964	-103,164
Appropriation to liquidate contract authorization	44,500	63,200	72,300

Roads and trails are essential to protection and management of national forests and utilization of their resources. The system consists of approximately 186,067 miles of earth- or gravel-surfaced roads and 105,626 miles of supplemental trails.

The Federal Highway Act of 1962 provides authorizations of \$70 million for 1964, and \$85 million for 1965. These authorizations are available for obligation a year in advance of the year for which authorized. The 1964 appropriation provided for utilization of \$65 million of the \$70 million 1964 authorization. This budget provides for utilization of \$72.5 million of the \$85 million 1965 authorization. At this level, the 1965 program will involve the construction and reconstruction of about 1,900 miles of multipurpose roads, of which about 1,100 miles are primarily for access to harvest national forest timber. This compares with 1,151 miles built in 1963 and 1,408 miles being built in 1964.

Of the amounts received annually from national forest activities, 10% is available under the permanent appropriation Roads and trails for States, for construction and maintenance within the State from which such proceeds are derived. Such amounts are merged with this appropriation for obligational purposes.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
FOREST SERVICE			
11 Personnel compensation:			
Permanent positions	17,677	18,772	21,118
Positions other than permanent	7,032	9,428	9,403
Other personnel compensation	538	726	690
Total personnel compensation	25,247	28,926	31,211
12 Personnel benefits	1,756	1,835	2,029
21 Travel and transportation of persons	1,431	1,623	1,750
22 Transportation of things	1,992	2,186	2,100
23 Rent, communications, and utilities	919	1,012	1,100
24 Printing and reproduction	203	247	250
25 Other services	9,403	12,150	12,500
Services of other agencies	937	914	950
26 Supplies and materials	4,283	5,201	5,500
31 Equipment	1,387	1,500	1,600
32 Lands and structures	12,560	21,052	25,180
42 Insurance claims and indemnities	8	4	-----
Subtotal	60,126	76,650	84,170
Deduct quarters and subsistence charges	232	260	270
Total, Forest Service	59,894	76,390	83,900
ALLOTMENT ACCOUNTS			
11 Personnel compensation:			
Permanent positions	54	62	65
Positions other than permanent	16	16	16
Other personnel compensation	3	4	4
Total personnel compensation	73	82	85
12 Personnel benefits	4	5	5
21 Travel and transportation of persons	22	22	22

FOREST SERVICE—Continued**General and special funds—Continued****FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORIZATION)—Continued****Object Classification (in thousands of dollars)—Continued**

	1963 actual	1964 estimate	1965 estimate
ALLOTMENT ACCOUNTS—Continued			
22 Transportation of things.....	5	5	5
23 Rent, communications, and utilities.....	1	1	1
25 Other services.....	2	2	2
Services of other agencies.....	58	58	58
32 Lands and structures.....	543	897	822
Total, allotment accounts.....	707	1,072	1,000
Total obligations.....	60,601	77,462	84,900
Obligations are distributed as follows:			
Agriculture, Forest Service.....	59,894	76,390	83,900
General Services Administration.....		33	
Commerce, Bureau of Public Roads.....	707	1,039	1,000

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	3,252	3,420	3,706
Full-time equivalent of other positions.....	1,707	2,245	2,195
Average number of all employees.....	4,539	5,153	5,403
Employees in permanent positions, end of year.....	3,171	3,215	3,525
Employees in other positions, end of year.....	3,868	4,425	4,150
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,866	\$6,935
Average salary of ungraded positions.....	\$5,411	\$5,496	\$5,496
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	50	50	50
Full-time equivalent of other positions.....	4	4	4
Average number of all employees.....	13	13	13
Employees in permanent positions, end of year.....	3	8	8
Employees in other positions, end of year.....	2	2	2
Average GS grade.....	8.8	8.9	8.9
Average GS salary.....	\$8,155	\$8,723	\$8,801

ACCESS ROADS**Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Access roads (program costs, funded) ¹	262	2,930	
Change in selected resources ²	1,710	-1,809	
Total obligations.....	1,972	1,121	
Financing:			
Unobligated balance brought forward.....	-1,129	-1,121	
Unobligated balance carried forward.....	1,121		
Unobligated balance lapsing.....	35		
New obligational authority (appropriation).....	2,000		

¹ Includes capital outlay as follows: 1963, \$255 thousand; 1964, \$2,930 thousand.² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$99 thousand; 1963, \$1,809 thousand; 1964, \$0.

Full or partial interest in existing roads or rights-of-way is purchased (or obtained by condemnation if pur-

chase negotiations fail) to provide access to national forest areas where road access is a serious problem.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Positions other than permanent.....	7		
25 Other services.....	8		
32 Lands and structures.....	1,957	1,121	
Total obligations.....	1,972	1,121	

Personnel Summary

Full-time equivalent of other positions.....	1		
Average number of all employees.....	1		
Employees in permanent positions, end of year.....	0		
Employees in other positions, end of year.....	0		
Average GS grade.....	7.2		
Average GS salary.....	\$6,576		

ACQUISITION OF LANDS FOR NATIONAL FORESTS**SUPERIOR NATIONAL FOREST****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Acquisition of lands for Superior National Forest (program costs, funded) ¹	786	1,935	
Change in selected resources ²	545	-793	
Total obligations.....	1,330	1,142	
Financing:			
Unobligated balance brought forward.....	-472	-1,142	
Unobligated balance carried forward.....	1,142		
New obligational authority (appropriation).....	2,000		

¹ Includes capital outlay as follows: 1963, \$727 thousand; 1964, \$1,899 thousand.² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$249 thousand; 1963, \$793 thousand; 1964, \$0.

As of June 30, 1963, approximately 44,000 acres of land have been acquired to preserve the wilderness conditions of part of the Superior National Forest in Minnesota. The authorization for the purchase of land within this forest was increased to \$4.5 million by Public Law 87-351, approved October 4, 1961. The 1963 appropriation completed the authorization for acquisition of the remaining tracts.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	40	27	
Positions other than permanent.....	3		
Total personnel compensation.....	43	27	
12 Personnel benefits.....	3	2	
21 Travel and transportation of persons.....	5	3	
25 Other services.....	5	3	
Services of other agencies.....	2	1	
32 Lands and structures.....	1,272	1,106	
Total obligations.....	1,330	1,142	

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	4	3	
Full-time equivalent of other positions.....	1		
Average number of all employees.....	6	3	
Employees in permanent positions, end of year..	4	0	
Employees in other positions, end of year.....	0	0	
Average GS grade.....	7.2	7.2	
Average GS salary.....	\$6,576	\$6,896	

SPECIAL ACTS

(Special fund)

For acquisition of land to facilitate the control of soil erosion and flood damage originating within the exterior boundaries of the following national forests, in accordance with the provisions of the following Acts, authorizing annual appropriations of forest receipts for such purposes, and in not to exceed the following amounts from such receipts, Cache National Forest, Utah, Act of May 11, 1938 (52 Stat. 347), as amended, \$10,000; Uinta and Wasatch National Forests, Utah, Act of August 26, 1935 (49 Stat. 866), as amended, \$20,000; Toiyabe National Forest, Nevada, Act of June 25, 1938 (52 Stat. 1205), as amended, \$8,000; Angeles National Forest, California, Act of June 11, 1940 (54 Stat. 299), \$8,000; Cleveland National Forest in San Diego County, California, Act of June 11, 1940 (54 Stat. 297-298), \$8,000; San Bernardino and Cleveland National Forests in Riverside County, California, Act of June 15, 1938 (52 Stat. 699), \$8,000; Sequoia National Forest, California, Act of June 17, 1940 (54 Stat. 402), \$8,000; in all, \$70,000: *Provided*, That no part of this appropriation shall be used for acquisition of any land which is not within the boundaries of the national forests and/or for the acquisition of any land without the approval of the local government concerned. (*Department of the Interior and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Cache National Forest, Utah.....	10	10	10
2. Uinta and Wasatch National Forests, Utah..	5	20	20
3. Toiyabe National Forest, Nev.....		8	8
4. Angeles National Forest, Calif.....		8	8
5. Cleveland National Forest (San Diego County), Calif.....		8	8
6. San Bernardino-Cleveland National Forest (Riverside County), Calif.....		8	8
7. Sequoia National Forest, Calif.....		8	8
Total program costs, funded ¹	15	70	70
Change in selected resources ²	5		
Total obligations.....	20	70	70
Financing:			
Unobligated balance lapsing (reverted to national forests fund, 7 General Accounting Office 2070.50).....	10		
New obligational authority (appropriation)	30	70	70

¹ Includes capital outlay as follows: 1963, \$13 thousand; 1964, \$67 thousand; 1965, \$67 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$18 thousand; 1963, \$22 thousand; 1964, \$22 thousand; 1965, \$22 thousand.

On the basis of agreements with certain counties in Utah, Nevada, and California, national forest receipts, including the portions which would normally be paid to county road and school funds, are used for purchase by the Government of privately owned lands within the national forests to aid in the control of soil erosion and flood damage.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Positions other than permanent.....		3	3
25 Other services.....	1		
32 Lands and structures.....	19	67	67
Total obligations.....	20	70	70

Personnel Summary

Full-time equivalent of other positions.....			
Employees in permanent positions, end of year.....		0	0
Employees in other positions, end of year.....		0	0
Average GS grade.....		7.2	7.2
Average GS salary.....		\$6,896	\$6,905

CACHE NATIONAL FOREST

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Acquisition of lands for Cache National Forest (program costs, funded) ¹	6	106	
Change in selected resources ²	49	-55	
Total obligations (object class 32).....	55	51	
Financing:			
Unobligated balance brought forward.....	-106	-51	
Unobligated balance carried forward.....	51		
New obligational authority.....			

¹ Includes capital outlay as follows: 1963, \$6 thousand; 1964, \$106 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$6 thousand; 1963, \$55 thousand; 1964, \$0.

Lands are acquired within the Cache National Forest, Utah, to enable control and minimization of soil erosion and flood damage.

ACQUISITION OF LANDS FOR WASATCH NATIONAL FOREST

For the acquisition of land in the Wasatch National Forest, Utah, in accordance with the Act of September 14, 1962 (76 Stat. 545-546), **[\$250,000]** \$150,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Acquisition of lands for Wasatch National Forest, Utah (costs—obligations) ¹		250	150
Financing:			
New obligational authority (appropriation).....		250	150

¹ Includes capital outlay as follows: 1964, \$239 thousand; 1965, \$150 thousand.

Public Law 87-661, approved September 14, 1962, added some 24,000 acres to the Wasatch National Forest in Utah, of which only approximately 5,000 acres in scattered tracts are now in Federal ownership. The act authorizes the appropriation of \$400 thousand for purchase

FOREST SERVICE—Continued**General and special funds—Continued****ACQUISITION OF LANDS FOR NATIONAL FORESTS—Continued****ACQUISITION OF LANDS FOR WASATCH NATIONAL FOREST—continued**

of privately owned lands within the area to aid in the control of floods and reduction of soil erosion as the primary value of these lands is for watershed purposes. The appropriation proposed will complete the funding of this acquisition authority.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent positions.....		10	
12 Personnel benefits.....		1	
32 Lands and structures.....		239	150
Total obligations.....		250	150

Personnel Summary

Total number of permanent positions.....		1	
Average number of all employees.....		1	
Employees in permanent positions, end of year.....		1	
Employees in other positions, end of year.....		0	
Average GS grade.....		7.2	
Average GS salary.....		\$6,896	

ASSISTANCE TO STATES FOR TREE PLANTING

For expenses necessary to carry out section 401 of the Agricultural Act of 1956, approved May 28, 1956 (16 U.S.C. 568e), \$1,000,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1964.*)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Tree planting assistance (program costs, funded) ¹	953	1,015	1,000
Change in selected resources ²	39		
Total obligations.....	992	1,015	1,000
Financing:			
Unobligated balance brought forward.....	-7	-15	
Unobligated balance carried forward.....	15		
New obligational authority (appropriation)	1,000	1,000	1,000

¹ Includes capital outlay as follows: 1963, \$5 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$37 thousand; 1963, \$76 thousand; 1964, \$76 thousand; 1965, \$76 thousand.

To carry out section 401 of the Agricultural Act of 1956, assistance is given to the State forester or other State official, through technical advice and financial contribution, to carry out tree planting and reforestation

work in accordance with plans submitted by the State and approved by the Secretary of Agriculture.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	110	126	130
Positions other than permanent.....	4	4	
Other personnel compensation.....		1	1
Total personnel compensation.....	114	131	131
12 Personnel benefits.....	8	9	10
21 Travel and transportation of persons.....	11	16	16
22 Transportation of things.....	1	2	2
23 Rent, communications, and utilities.....	2	2	2
24 Printing and reproduction.....	1	1	1
25 Other services.....	1	1	1
26 Supplies and materials.....	1	7	5
31 Equipment.....	1		
42 Grants, subsidies, and contributions.....	852	846	832
Total obligations.....	992	1,015	1,000

Personnel Summary

Total number of permanent positions.....	13	12	12
Average number of all employees.....	15	15	15
Employees in permanent positions, end of year.....	15	13	13
Employees in other positions, end of year.....	0	5	0
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations available to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed one hundred and [thirty-six] fifty-five passenger motor vehicles of which one hundred and [twenty-six] fourteen shall be for replacement only, and hire of such vehicles; operation and maintenance of aircraft and the purchase of not to exceed [five of which three shall be] six for replacement only; (b) employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), as amended by section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), in an amount not to exceed \$25,000; (c) uniforms, or allowances therefor, as authorized by the Act of September 1, 1954, as amended (5 U.S.C. 2131); (d) purchase, erection, and alteration of buildings and other public improvements (5 U.S.C. 565a); (e) expenses of the National Forest Reservation Commission as authorized by section 14 of the Act of March 1, 1911 (16 U.S.C. 514); and (f) acquisition of land and interests therein for sites for administrative purposes [and acquisition of such outstanding interests in lands administered by the Forest Service in the north-east Georgia land utilization project], pursuant to the Act of August 3, 1956 (7 U.S.C. 428a).

Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated to the Forest Service shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

Funds appropriated under this Act shall not be used for acquisition of forest lands under the provisions of the Act approved March 1, 1911, as amended (16 U.S.C. 513-519, 521), where such land is not within the boundaries of an established national forest or purchase unit nor shall these lands be acquired without approval of the local government concerned. (*Department of the Interior and Related Agencies Appropriation Act, 1964.*)

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations or allotments from other accounts are included in the schedule of the parent appropriations, as follows:
 Executive Office of the President: Office of Emergency Planning, "Emergency preparedness functions of Federal agencies."
 Funds appropriated to the President:
 "Agency for International Development."
 "Public works acceleration."
 Agriculture:
 Agricultural Stabilization and Conservation Service, "Expenses."
 Soil Conservation Service:
 "Flood prevention."
 "Watershed protection."
 "Great Plains conservation program."
 "Resource conservation and development."
 Interior: Bureau of Land Management, "Oregon and California Grant Lands."

EXPENSES, BRUSH DISPOSAL

(Permanent, indefinite, special fund)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Brush disposal (program costs, funded) ¹	7,714	9,000	9,200
Change in selected resources ²	-18		
Total obligations	7,696	9,000	9,200
Financing:			
Unobligated balance brought forward.....	-6,569	-7,631	-7,631
Unobligated balance carried forward.....	7,631	7,631	7,631
New obligational authority (appropriation)	8,758	9,000	9,200

¹ Includes capital outlay as follows: 1963, \$394 thousand; 1964, \$440 thousand; 1965, \$450 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$241 thousand; 1963, \$223 thousand; 1964, \$223 thousand; 1965, \$223 thousand.

Payments made for this purpose by purchasers of national forest timber are used to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	2,215	2,740	2,795
Positions other than permanent.....	2,681	2,910	3,010
Other personnel compensation.....	370	377	380
Total personnel compensation	5,266	6,027	6,185
12 Personnel benefits	283	319	329
21 Travel and transportation of persons.....	74	95	95
22 Transportation of things.....	364	470	470
23 Rent, communications, and utilities.....	133	160	160
24 Printing and reproduction.....	10	13	13
25 Other services.....	811	976	1,000
Services of other agencies.....	244	290	290
26 Supplies and materials.....	308	400	408
31 Equipment.....	277	350	350
32 Lands and structures.....	72	50	50
42 Insurance claims and indemnities.....	1		
Subtotal	7,843	9,150	9,350
Deduct quarters and subsistence charges.....	147	150	150
Total obligations	7,696	9,000	9,200

Personnel Summary

Total number of permanent positions.....	350	443	443
Full-time equivalent of other positions.....	676	729	742
Average number of all employees.....	1,053	1,186	1,199
Employees in permanent positions, end of year.....	334	427	377
Employees in other positions, end of year.....	1,367	1,393	1,313
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

OTHER FOREST SERVICE PERMANENT APPROPRIATIONS

(Indefinite special funds unless otherwise indicated)

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Forest fire prevention.....	12	31	30
2. Restoration of forest lands and improvements.....	7	121	100
3. Payment to Minnesota.....	125	131	133
4. Payments to counties, national grasslands.....	390	438	450
5. Payments to school funds, Arizona and New Mexico.....	80	100	110
6. Payments to States, national forests fund.....	27,235	29,994	31,100
Total program costs, funded ¹	27,849	30,815	31,923
Change in selected resources ²	1		
Total obligations	27,850	30,815	31,923
Financing:			
Unobligated balance brought forward.....	-9	-38	-31
Unobligated balance carried forward.....	38	31	26
New obligational authority	27,879	30,808	31,918
New obligational authority:			
"Forest fire prevention".....	28	45	25
"Restoration of forest lands and improvements".....	21	100	100
"Payment to Minnesota (Cook, Lake and St. Louis Counties) from the national forests fund".....	125	131	133
"Payment to counties, national grasslands".....	390	438	450
"Payments to school funds, Arizona and New Mexico, act of June 20, 1910" (indefinite general fund).....	80	100	110
"Payments to States, national forests fund".....	27,235	29,994	31,100
Appropriation	27,879	30,808	31,918

¹ Includes capital outlay in 1963 of \$1 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963, \$1 thousand; 1964, \$1 thousand; 1965, \$1 thousand.

1. *Forest fire prevention.*—Fees for the use of the character "Smokey Bear" by private enterprises are collected under regulations promulgated by the Secretary and are available for furthering the nationwide forest fire prevention campaign (18 U.S.C. 711).

2. *Restoration of forest lands and improvements.*—Funds received from settlement of claims involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement or forfeiture (16 U.S.C. 579c).

3. *Payment to Minnesota.*—At the close of each fiscal year the State of Minnesota is paid 0.75% of the appraised value of certain Superior National Forest lands in the counties of Cook, Lake, and St. Louis for distribution to these counties (16 U.S.C. 577g).

4. *Payments to counties, national grasslands.*—Of the revenues received from the use of national grasslands, 25% is paid to the counties in which such land is situated for school and road purposes (7 U.S.C. 1012).

5. *Payments to school funds, Arizona and New Mexico.*—The States of Arizona and New Mexico are paid a share of the national forest receipts for school purposes (36 Stat. 562, 573).

6. *Payments to States, national forests fund.*—With minor exceptions, 25% of the money received from the national forests is paid to the States for public schools and roads of the county in which such forests are situated (16 U.S.C. 500).

FOREST SERVICE—Continued

General and special funds—Continued

OTHER FOREST SERVICE PERMANENT APPROPRIATIONS—Con.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	5	26	27
Positions other than permanent.....	1	26	26
Total personnel compensation.....	6	52	53
12 Personnel benefits.....		3	3
21 Travel and transportation of persons.....		1	1
22 Transportation of things.....	1	2	2
23 Rent, communications, and utilities.....	3	3	3
24 Printing and reproduction.....	1	1	1
25 Other services.....	3	55	39
Services of other agencies.....	1	2	
26 Supplies and materials.....	5	32	28
31 Equipment.....		1	
41 Grants, subsidies, and contributions.....	27,831	30,663	31,793
Total obligations.....	27,850	30,815	31,923

Personnel Summary

Total number of permanent positions.....	1	3	3
Full-time equivalent of other positions.....		7	7
Average number of all employees.....	1	12	12
Employees in permanent positions, end of year.....	1	3	3
Employees in other positions, end of year.....	2	2	2
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Repair of equipment and sale of supplies, materials, equipment, and services to other activities of the Forest Service; the Departments of Agriculture, Commerce and Interior; Civil Service Commission; Air Force; and other agencies.....	554	596	600
2. Construction and maintenance of roads, trails, and other improvements.....	957	1,460	1,525
3. Forest fire protection and suppression.....	494	1,960	1,960
4. Surveys, land appraisals, mapping, cruising timber, and preparation of timber management plans, snow scale readings, etc., on national forest and other lands.....	90	400	400
5. Insect and disease control.....	101	200	200
6. Forest research at experimental forests and ranges.....	228	500	500
7. Investigations at Forest Products Laboratory.....	421	650	650
8. Cooperation in forest fire control, forest management and processing, and forest tree planting.....	494	950	950

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
9. Area Redevelopment Program (Commerce):			
Technical assistance.....	4	40	40
Operations.....	45	65	66
Inventory of forest resources.....	12		
10. National fallout shelter program (Defense).....	268	4	
11. Defense preparedness planning (Defense).....	511	734	700
Total program costs, funded ¹	4,179	7,559	7,591
Change in selected resources ²	-104	-34	
Total obligations.....	4,075	7,525	7,591
Financing:			
Advances and reimbursements from—			
Other accounts.....	3,219	6,325	6,391
Non-Federal sources ³	862	1,200	1,200
Unobligated balance lapsing.....	-6		
Total financing.....	4,075	7,525	7,591

¹ Includes capital outlay as follows: 1963, \$751 thousand; 1964, \$1,050 thousand; 1965, \$1,050 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$512 thousand (1963 adjustments, -\$16 thousand); 1963, \$392 thousand; 1964, \$358 thousand; 1965, \$358 thousand.

³ Reimbursements from non-Federal sources above are primarily for sale of equipment, supplies, and materials; costs of suppressing forest fires on State and private forest lands adjacent to, or intermingled with national forests under terms of written cooperative agreements (16 U.S.C. 572, 580, 580a); and sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	1,544	2,320	2,368
Positions other than permanent.....	559	800	814
Other personnel compensation.....	102	140	140
Total personnel compensation.....	2,205	3,260	3,322
12 Personnel benefits.....	122	185	190
21 Travel and transportation of persons.....	132	200	200
22 Transportation of things.....	130	200	200
23 Rent, communications, and utilities.....	91	110	110
24 Printing and reproduction.....	4	10	10
25 Other services.....	568	1,810	1,809
Services of other agencies.....	58	200	200
26 Supplies and materials.....	332	900	900
31 Equipment.....	343	500	500
32 Lands and structures.....	97	150	150
44 Refunds.....	2		
Subtotal.....	4,084	7,525	7,591
Deduct quarters and subsistence charges.....	9		
Total obligations.....	4,075	7,525	7,591

Personnel Summary

Total number of permanent positions.....	194	251	251
Full-time equivalent of other positions.....	143	192	192
Average number of all employees.....	369	518	518
Employees in permanent positions, end of year.....	205	234	213
Employees in other positions, end of year.....	136	208	137
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

WORKING CAPITAL FUND

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Operating costs, funded:			
1. Equipment service.....	10,342	11,506	12,340
2. Aircraft service.....	496	575	600
3. Supply service.....	7,300	7,958	8,100
4. Nurseries.....	969	1,465	1,900
Total operating costs, funded.....	19,107	21,504	22,940
Capital outlay:			
1. Equipment service.....	4,758	4,474	4,950
2. Aircraft service.....		182	50
3. Supply service.....	50	32	50
4. Nurseries.....	13	6	10
Total capital outlay.....	4,821	4,694	5,060
Total program costs, funded.....	23,927	26,198	28,000
Change in selected resources ¹	-420	523	
Total obligations.....	23,507	26,721	28,000
Financing:			
Revenues and other receipts:			
Equipment service: Revenue.....	13,589	14,954	15,912
Aircraft service: Revenue.....	592	697	602
Supply service: Revenue.....	7,345	8,118	8,153
Nurseries: Revenue.....	1,819	1,991	1,935
Undistributed receipts:			
Proceeds from sales of equipment.....	958	727	815
Income provision for increased cost of equipment replacements.....	963	960	886
Donated working capital.....	48		
Total revenue and other receipts.....	25,314	27,447	28,303
Unobligated balance brought forward:			
Obligations in excess of availability.....	-945		
Unobligated.....		819	1,552
Change in unfilled customers orders.....	-43	7	
Unobligated balance carried forward.....	-819	-1,552	-1,855
Financing applied to program.....	23,507	26,721	28,000

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	23,507	26,721	28,000
Increase (—) or decrease in gross unpaid obligations.....	2,569	-176	
Gross expenditures.....	26,076	26,545	28,000
Revenues and other receipts (from program and financing).....	25,314	27,447	28,303
Decrease in accounts receivable, net.....	779		
Applicable receipts.....	26,093	27,447	28,303
Budget expenditures.....	-17	-902	-303

¹ Balances of selected resources are identified on the statement of financial condition.

This fund finances on a reimbursable basis various services such as repairing and replacing equipment, including aircraft, stocking and issuing supplies, operation of subsistence camps, operation of photographic and reproduction facilities, and tree nurseries in support of programs of the Forest Service (16 U.S.C. 579b, as amended). These service operations serve programs of fire protection, timber utilization, construction and maintenance of roads and other improvements, reforestation, grazing, watershed, forest and forest products research, and kindred conservation activities of the Forest

Service, including cooperative assistance with other Federal agencies, States, counties, and individuals engaged in the same objectives.

Operating results and financial condition.—Government investment in the fund as of June 30, 1963, including donated assets and retained earnings for 1963, is \$28,574 thousand. By the end of 1965 the investment is anticipated to be \$35,349 thousand, an increase of \$6,775 thousand which represents estimated earnings and donations during 1964 and 1965.

Receipts, nonoperating income, and retained earnings include an estimated \$2,809 thousand as of June 30, 1965, identified as Income provision for increased cost of equipment replacements, to be used only for financing the increased cost of equipment replacement, i.e., the difference between the cost of the replacement unit and the cost at time of acquisition of the unit being replaced. This increased cost is due to inflation and model improvement, and must be financed if the fleet strength is to be maintained and not depleted through the gradual attrition of price increases for replacements. The earnings for the provision for increased cost of replacements are derived from a factor which is included for this purpose in rental rates charged to program appropriations for equipment use and credited to the working capital fund.

Retained earnings as of June 30, 1965, will total an estimated \$8,019 thousand which will consist of \$2,426 thousand gain on sale of equipment, \$2,784 thousand profit from operations, and \$2,809 thousand for provision for increased cost of replacement of equipment. Retained earnings have been applied toward increased cost of equipment replacements, purchase of fleet additions, and to furnish adequate working capital.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Equipment service:			
Revenue.....	13,589	14,954	15,912
Expense.....	13,803	15,176	15,912
Net operating loss, equipment service.....	-214	-222	
Aircraft service:			
Revenue.....	592	697	602
Expense.....	571	602	602
Net operating income, aircraft service.....	21	95	
Supply service:			
Revenue.....	7,345	8,118	8,153
Expense.....	7,400	8,040	8,153
Net operating income or loss, supply service.....	-55	78	
Nurseries:			
Revenue.....	1,819	1,991	1,935
Expense.....	1,586	1,824	1,935
Net operating income, nurseries.....	233	167	
Nonoperating income:			
Proceeds from sales of equipment.....	958	727	815
Net book value of assets sold.....	-694	-529	-650
Net gain from sale of equipment.....	264	198	165
Income provision for increased cost of equipment replacements.....	963	960	886
Net nonoperating income.....	1,227	1,158	1,051
Net income for the year.....	1,212	1,276	1,051

FOREST SERVICE—Continued

Intragovernmental funds—Continued

WORKING CAPITAL FUND—Continued

Revenue, Expense, and Retained Earnings (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Analysis of retained earnings:			
Retained earnings, start of year.....	4,349	5,692	6,968
Provision for increased cost of equipment replacements.....	-963	-960	-886
Reserve for equipment replacement.....	963	960	886
Adjustment of prior year income.....	131		
Retained earnings, end of year.....	5,692	6,968	8,019

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	2,393	2,410	3,312	3,615
Accounts receivable, net.....	3,446	2,667	2,667	2,667
Selected assets: ¹				
Advances.....	5	5	5	5
Deferred charges, etc.....	43	17	17	17
Inventories.....	3,542	4,277	4,624	4,624
Fixed assets, net.....	21,391	22,827	25,102	28,050
Total assets.....	30,820	32,203	35,727	38,978
Liabilities:				
Current.....	5,069	3,629	3,629	3,629
Government equity:				
Non-interest-bearing capital:				
Start of year.....	20,182	21,402	22,882	25,130
Donated assets during the year:				
Fixed assets.....	1,154	785	1,665	2,200
Working capital, net.....	66	695	583	
End of year.....	21,402	22,882	25,130	27,330
Total retained earnings:				
Reserve for equipment replacement.....		963	960	886
Unreserved.....	4,349	4,729	6,008	7,133
Total Government equity.....	25,751	28,574	32,098	35,349

Analysis of Government Equity (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Unpaid undelivered orders ¹	2,261	1,132	1,308	1,308
Unobligated balance.....	-945	819	1,552	1,855
Unfilled customers orders.....	-546	-503	-510	-510
Invested capital and earnings.....	24,981	27,126	29,748	32,696
Total Government equity.....	25,751	28,574	32,098	35,349

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	5,081	5,680	5,900
Positions other than permanent.....	1,935	2,112	2,190

Object Classification (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation—Continued			
Other personnel compensation.....	151	197	200
Total personnel compensation.....	7,167	7,989	8,290
12 Personnel benefits.....	452	476	490
21 Travel and transportation of persons.....	167	177	185
22 Transportation of things.....	90	134	140
23 Rent, communications, and utilities.....	428	443	450
24 Printing and reproduction.....	37	40	40
25 Other services.....	1,774	2,057	2,200
Services of other agencies.....	75	100	110
26 Supplies and materials.....	9,244	10,393	10,895
31 Equipment.....	4,051	4,897	5,200
32 Lands and structures.....	22	15	
Total obligations.....	23,507	26,721	28,000

Personnel Summary

	1962 actual	1963 actual	1964 estimate
Total number of permanent positions.....	852	872	910
Full-time equivalent of other positions.....	458	492	509
Average number of all employees.....	1,244	1,361	1,408
Employees in permanent positions, end of year.....	824	854	850
Employees in other positions, end of year.....	651	727	725
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

GENERAL PROVISIONS

SEC. 601. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed [five hundred and fifteen] *four hundred and ninety-two* passenger motor vehicles, of which four hundred and [ninety-eight] *fifty-two* shall be for replacement only, and for the hire of such vehicles.

SEC. 602. Provisions of law prohibiting or restricting the employment of aliens shall not apply to employment under the appropriation for the Foreign Agricultural Service.

SEC. 603. Funds available to the Department of Agriculture shall be available for uniforms or allowances therefor as authorized by the Act of September 1, 1954, as amended (5 U.S.C. 2131).

SEC. 604. No part of the funds appropriated by this Act shall be used for the payment of any officer or employee of the Department who, as such officer or employee, or on behalf of the Department or any division, commission, or bureau thereof, issues, or causes to be issued, any prediction, oral or written, or forecast, except as to damage threatened or caused by insects and pests, with respect to future prices of cotton or the trend of same.

SEC. 605. Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated by this Act shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

SEC. 606. Not less than \$1,500,000 of the appropriations of the Department for research and service work authorized by the Acts of August 14, 1946, July 28, 1954, and September 6, 1958 (7 U.S.C. 427, 1621-1629; 42 U.S.C. 1891-1893), shall be available for contracting in accordance with said Acts.

[SEC. 607. No part of the funds appropriated by this Act shall be used to conduct or assist in conducting any program (including but not limited to the payment of salaries, administrative expenses, and the conduct of research activities) related directly or indirectly to the establishment of a national service corps or similar domestic peace corps type of program.] (*Department of Agriculture and Related Agencies Appropriation Act, 1964.*)

ANALYSIS OF UNEXPENDED BALANCES

[In thousands of dollars]

Description	Balance, start of 1963		Balance, start of 1964		Balance, start of 1965		Balance, start of 1966	
	Unobligated	Total	Unobligated	Total	Unobligated	Total	Unobligated	Total
Enacted or recommended in this document:								
Appropriations:								
Salaries and expenses, Agricultural Research Service.....	2,750	24,541	2,587	29,253	-----	36,907	-----	43,244
Salaries and expenses (special foreign currency program), Agricultural Research Service.....	23,303	33,896	21,001	34,953	5,000	30,323	-----	25,573
Construction of facilities, Agricultural Research Service.....	4,651	6,936	1,565	2,953	-----	543	-----	-----
Animal disease laboratory facilities, Agricultural Research Service.....	256	306	44	149	-----	-----	-----	-----
Establishment of entomology research laboratory, Agricul- tural Research Service.....	400	400	-----	10	-----	-----	-----	-----
Flood prevention, Soil Conservation Service.....	4,271	18,395	7,178	17,227	6,986	17,861	3,186	17,017
Watershed protection, Soil Conservation Service.....	4,911	44,184	7,419	52,427	4,833	57,966	4,000	61,714
Water conservation and utilization projects, Soil Conserva- tion Service.....	127	128	127	127	127	127	127	127
Great Plains conservation program, Soil Conservation Service.....	77	17,829	129	20,436	-----	23,113	-----	26,132
Resource conservation and development, Soil Conservation Service.....	-----	-----	-----	-----	1,075	1,106	-----	750
Perishable Agricultural Commodities Act Fund, Agricultural Marketing Service.....	174	222	145	196	85	144	73	129
Removal of surplus agricultural commodities, Agricultural Marketing Service.....	300,000	330,821	300,000	320,803	300,000	320,803	300,000	320,803
Salaries and expenses (special foreign currency program), Foreign Agricultural Service.....	3,906	16,168	6,915	15,540	4,003	11,540	2,503	8,340
Conservation reserve program, Agricultural Stabilization and Conservation Service.....	402	2,506	124	1,129	-----	2,000	-----	-----
Emergency conservation measures, Agricultural Stabilization and Conservation Service.....	9,188	12,638	3,861	9,936	-----	4,936	-----	-----
Public Law 480, Foreign assistance programs.....	6,000	6,000	-----	-----	10,015	10,015	-----	-----
Rural housing grants and loans, Farmers Home Administra- tion.....	9,929	9,935	8,864	8,929	4,464	4,574	1,964	2,074
Centennial Observance of Agriculture.....	31	59	-----	-----	-----	-----	-----	-----
Library facilities, National Agricultural Library.....	-----	-----	-----	-----	-----	-----	500	6,665
Forest protection and utilization, Forest Service.....	-----	32,140	1,716	32,435	-----	24,286	-----	29,704
Access roads, Forest Service.....	1,129	1,972	1,121	3,096	-----	596	-----	-----
Acquisition of lands for national forests, Forest Service:								
Cache National Forest.....	106	112	51	106	-----	56	-----	6
Superior National Forest.....	472	722	1,142	1,937	-----	687	-----	37
Assistance to States for tree planting, Forest Service.....	7	538	15	337	-----	337	-----	337
Expenses, brush disposal, Forest Service.....	6,569	7,424	7,631	8,540	7,631	8,740	7,631	8,840
Forest fire prevention, Forest Service.....	2	2	17	19	31	35	26	30
Restoration of forest lands and improvement, Forest Service.....	7	8	21	22	-----	22	-----	22
Other.....	-----	59,769	-----	76,014	-----	66,282	-----	77,602
Total, appropriations.....	378,668	627,651	371,673	636,574	344,250	622,999	320,010	629,146
Authorizations to expend from debt receipts:								
Commodity Credit Corporation fund.....	-----	1,510,000	-----	896,000	-----	1,417,000	-----	2,010,000
Rural electrification and telephone loans, Rural Electrifica- tion Administration.....	65,887	988,997	49,509	1,062,341	25,509	1,030,341	744	1,007,576
Rural housing building loans, Farmers Home Administration.....	332,612	335,523	196,900	202,326	89,900	91,426	69,900	70,726
Agricultural credit insurance fund, Farmers Home Adminis- tration.....	-----	252	-----	998	-----	209	-----	-----
Total, authorizations to expend from debt receipts.....	398,499	2,834,772	246,409	2,161,665	115,409	2,538,976	70,644	3,088,302
Contract authorizations:								
Forest roads and trails, Forest Service.....	40,162	50,664	70,461	86,164	85,000	102,964	85,000	103,164
Cropland conversion program, Agricultural Stabilization and Conservation Service.....	-----	-----	11,350	11,350	7,000	7,000	-----	-----
Commodity Credit Corporation.....	-----	661,353	-----	1,401,866	-----	1,086,799	-----	486,867
Total, contract authorizations.....	40,162	712,017	81,811	1,499,380	92,000	1,196,763	85,000	590,031

ANALYSIS OF UNEXPENDED BALANCES—Continued

[In thousands of dollars]

Description	Balance, start of 1963		Balance, start of 1964		Balance, start of 1965		Balance, start of 1966	
	Unobligated	Total	Unobligated	Total	Unobligated	Total	Unobligated	Total
Enacted or recommended in this document—Continued								
Revolving and management funds:								
Working capital fund, Agricultural Research Service	843	506	788	369	788	369	788	369
Advances and reimbursements, Agricultural Marketing Service		8	6	13		6		6
Commodity Credit Corporation fund		32,161		35,653		27,565		21,877
Federal Crop Insurance Corporation fund	47,591	49,235	41,438	41,522	42,364	43,266	46,284	47,362
Direct loan account, Farmers Home Administration	276,753	256,000	205,591	200,988	147,289	123,986	149,288	120,555
Emergency credit revolving fund, Farmers Home Administration	46,710	44,627	39,448	37,243	26,210	23,805	20,754	17,940
Agricultural credit insurance fund, Farmers Home Administration		2,362		3,138		1,995	2,121	3,001
Rural housing for the elderly revolving fund, Farmers Home Administration			1,000	1,000	10		491	475
Working capital fund, Department of Agriculture, general administration	1,089	473	1,062	232	1,055	232	1,048	247
Working capital fund, Forest Service	—945	2,393	818	2,410	1,552	3,320	1,855	3,623
Other		3,334		527		215		215
Total, revolving and management funds	372,041	391,099	290,152	323,095	219,268	224,759	222,629	215,670
Proposed for separate transmittal:								
Appropriations:								
Cropland conversion program, Agricultural Stabilization and Conservation Service								5,330
Other						547		—4,312
Authorizations to expend from debt receipts:								
Commodity Credit Corporation								230,000
Direct loan account, Rural Electrification Administration						169,000		
Revolving and management funds: Rural housing loan revolving fund, Farmers Home Administration							60,000	60,000
Total, proposed for separate transmittal						169,547	60,000	291,018
Total, Department of Agriculture	1,189,370	4,565,539	990,045	4,620,714	770,927	4,753,044	758,283	4,814,166

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

AGRICULTURAL RESEARCH SERVICE TRUST FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Expenses and refunds, inspection and grading of farm products:			
(a) Inspection and certification of animal foods and inedible agricultural products in interstate and foreign commerce	111	119	115
(b) Identification and certification service for meat and other products	406	425	435
(c) Contract specification work on meat and meat food products	880	900	920
(d) Food inspection service (meat and meat food products)	8	10	10
2. Expenses, feed and attendants for animals in quarantine	69	60	60
3. Miscellaneous contributed funds	561	1,086	587
4. Prior year advances returned	7	2	
Total program costs, funded ¹	2,042	2,602	2,127
Change in selected resources ²	-29		
Total obligations	2,013	2,602	2,127
Financing:			
Unobligated balance brought forward	304	191	145
Receipts:			
Expenses and refunds, inspection and grading of farm products	1,414	1,551	1,480
Expenses, feed and attendants for animals in quarantine	37	63	60
Miscellaneous contributed funds	448	942	572
Unobligated balance carried forward	-191	-145	-130
Total financing	2,013	2,602	2,127

¹Includes capital outlay as follows: 1963, \$10 thousand; 1964, \$34 thousand; 1965, \$7 thousand.

²Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$34 thousand; 1963, \$5 thousand; 1964, \$5 thousand; 1965, \$5 thousand.

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others.

1. *Expenses and refunds, inspection and grading of farm products* provide for (a) inspection and certification of animal foods and inedible agricultural products in interstate and foreign commerce; (b) identification and marking of divided portions of meat, meat byproducts, and meat food products for human consumption, which have been previously federally inspected and so marked, in order that divided portions will bear Federal marks; (c) examination of meat and meat food products in federally inspected meatpacking plants for compliance with contract specifications; and (d) a food inspection service covering any article of human food derived wholly or in part from meat, meat byproducts or meat food products not subject to the Federal meat inspection laws but for which the mark of Federal meat inspection is requested (7 U.S.C. 1622h, 1624).

2. *Expenses, feed and attendants for animals in quarantine* are paid from fees advanced by importers (21 U.S.C. 102).

3. *Miscellaneous contributed funds* received from States, local organizations, individuals, and others are available for work under cooperative agreements on miscellaneous farm and utilization research activities, plant quarantine inspection, and cooperative plant pest control activities (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions	345	456	345
Positions other than permanent	34	64	51
Other personnel compensation	28	40	39
Total personnel compensation	407	560	435
12 Personnel benefits	27	38	27
21 Travel and transportation of persons	33	62	34
22 Transportation of things	1	3	1
23 Rent, communications, and utilities	4	19	5
24 Printing and reproduction	5	3	1
25 Other services	29	91	51
Services of other agencies	1,444	1,533	1,521
26 Supplies and materials	42	261	45
31 Equipment	14	30	7
44 Refunds	7	2	
Total obligations	2,013	2,602	2,127

Personnel Summary

Total number of permanent positions	48	42	42
Full-time equivalent of other positions	7	13	10
Average number of all employees	62	81	61
Employees in permanent positions, end of year	38	53	53
Employees in other positions, end of year	17	30	20
Average GS grade	8.0	8.0	8.2
Average GS salary	\$7,256	\$7,616	\$7,705
Average salary of ungraded positions	\$4,643	\$4,665	\$4,774

ECONOMIC RESEARCH SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (costs—obligations)	18	61	56
Financing:			
Unobligated balance brought forward		1	
Receipts	19	60	56
Unobligated balance carried forward	-1		
Total financing	18	61	56

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions	7	33	33
Positions other than permanent	4	6	6
Total personnel compensation	11	39	39
12 Personnel benefits	1	3	3
21 Travel and transportation of persons	4	9	7
23 Rent, communications, and utilities		1	1
25 Other services	1	2	2
Services of other agencies	1	7	4
Total obligations	18	61	56

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Average number of all employees.....	2	5	5
Employees in permanent positions, end of year.....	0	0	0
Employees in other positions, end of year.....	1	0	0
Average GS grade.....	8.8	8.9	8.9
Average GS salary.....	\$7,927	\$8,448	\$8,441
Average salary of ungraded positions.....	\$7,014	\$7,610	\$7,610

EXTENSION SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (costs—obligations) (object class 21).....	4	4	4
Financing:			
Receipts.....	4	4	4

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

FARMER COOPERATIVE SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (costs—obligations) (object class 25).....		11	
Financing:			
Receipts.....		11	

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

SOIL CONSERVATION SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (program costs, funded).....	541	582	664
Change in selected resources ¹	-68	39	21
Total obligations.....	473	621	685
Financing:			
Unobligated balance brought forward.....	40	45	60
Receipts.....	479	636	700
Unobligated balance carried forward.....	-45	-60	-75
Total financing.....	473	621	685

¹ Selected resources as of June 30, 1962, are as follows: Unpaid undelivered orders, 1962, \$127 thousand; 1963, \$59 thousand; 1964, \$98 thousand; 1965, \$119 thousand.

Miscellaneous contributed funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	279	397	409
Positions other than permanent.....	28	36	41
Total personnel compensation.....	307	433	450
12 Personnel benefits.....	23	32	34
21 Travel and transportation of persons.....	36	50	53
22 Transportation of things.....	4	3	6
23 Rent, communications, and utilities.....	5	5	8
24 Printing and reproduction.....	8	10	11
25 Other services.....	62	64	100
Services of other agencies.....	2	4	3
26 Supplies and materials.....	6	8	9
31 Equipment.....	1	1	1
44 Refunds.....	19	11	10
Total obligations.....	473	621	685

Personnel Summary

Total number of permanent positions.....	29	36	41
Full-time equivalent of other positions.....	7	9	9
Average number of all employees.....	46	60	64
Employees in permanent positions, end of year.....	24	30	30
Employees in other positions, end of year.....	1	2	2
Average GS grade.....	7.6	7.6	7.6
Average GS salary.....	\$6,843	\$7,234	\$7,238

AGRICULTURAL MARKETING SERVICE

AGRICULTURAL MARKETING SERVICE TRUST FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Expenses and refunds, inspection and grading of farm products:			
(a) Dairy products.....	2,710	2,883	2,883
(b) Fruits and vegetables.....	7,264	7,892	8,162
(c) Meat.....	5,460	5,856	5,920
(d) Poultry products.....	4,497	4,934	4,989
(e) Miscellaneous agricultural commodities.....	2,236	2,811	3,087
2. Miscellaneous contributed funds.....	74	73	31
Total program costs, funded ¹	22,241	24,449	25,072
Change in selected resources ²	63	-13	
Total obligations.....	22,304	24,436	25,072
Financing:			
Unobligated balance brought forward.....	7,626	8,401	8,294
Receipts:			
Expenses and refunds, inspection and grading of farm products.....	22,937	24,298	25,004
Miscellaneous contributed funds.....	53	31	31
Recovery of prior year obligations.....	88		
Unobligated balance carried forward.....	-8,401	-8,294	-8,257
Total financing.....	22,304	24,436	25,072

¹ Includes capital outlay as follows: 1963, \$95 thousand; 1964, \$95 thousand; 1965, \$95 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$111 thousand (1963 adjustments, -\$88 thousand); 1963, \$86 thousand; 1964, \$73 thousand; 1965, \$73 thousand.

DEPARTMENT OF AGRICULTURE—Continued**AGRICULTURAL MARKETING SERVICE—Continued****AGRICULTURAL MARKETING SERVICE TRUST FUNDS—Continued**

1. *Expenses and refunds, inspection and grading of farm products.*—An inspection and grading service for farm products is provided on request. These services are supported primarily by fees and, to a limited extent, by direct appropriations to the Agricultural Marketing Service. The schedules reflect expenses paid from fees received (7 U.S.C. 91-99, 1621-1627). The volume of work is shown below (in millions):

Commodity	Unit	1963 actual	1964 estimate	1965 estimate
Cotton testing, micronaire.....	Samples.....	1.0	4.0	7.0
Dairy products.....	Pound.....	5,894.0	5,875.0	5,595.0
Fresh fruits and vegetables.....	Car or carlot equivalent.	1.5	1.5	1.5
Processed fruits and vegetables:				
Canned products.....	Case.....	212.0	220.0	230.0
Frozen, dried and miscellaneous.....	Pound.....	3,935.0	3,933.0	4,134.0
Meat and meat products.....	Pound.....	8,478.0	8,673.0	8,830.0
Poultry products, graded:				
Shell eggs.....	Case.....	35.0	36.0	36.0
Processed eggs.....	Pound.....	509.0	538.0	538.0
Poultry, including rabbits.....	Pound.....	4,465.0	4,645.0	4,645.0
Poultry products inspected, in- cluding rabbits.....	Pound.....	4.0	4.0	4.0
Grain and related products:				
Rice, beans, and peas.....	Hundredweight.....	75.0	75.0	76.0
Seed verification and reverifica- tion.....	Pound.....	10.0	10.0	10.0

2. *Miscellaneous contributed funds.*—Miscellaneous funds received from States, local organizations, individuals, and others, are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	15,863	17,117	17,634
Positions other than permanent.....	467	718	822
Other personnel compensation.....	820	1,008	933
Total personnel compensation.....	17,150	18,843	19,389
12 Personnel benefits.....	1,272	1,326	1,365
21 Travel and transportation of persons.....	1,587	1,688	1,701
22 Transportation of things.....	83	104	102
23 Rent, communications, and utilities.....	345	411	418
24 Printing and reproduction.....	128	149	145
25 Other services.....	1,299	1,320	1,343
Services of other agencies.....	136	210	212
26 Supplies and materials.....	175	217	220
31 Equipment.....	125	168	177
41 Grants, subsidies, and contributions.....	4		
Total obligations.....	22,304	24,436	25,072

Personnel Summary

Total number of permanent positions.....	3,195	2,970	2,965
Full-time equivalent of other positions.....	104	154	175
Average number of all employees.....	2,590	2,739	2,771
Employees in permanent positions, end of year.....	2,540	2,613	2,596
Employees in other positions, end of year.....	150	124	131
Average GS grade.....	7.7	7.7	8.0
Average GS salary.....	\$6,760	\$7,167	\$7,241
Average salary of ungraded positions.....	\$4,822	\$4,964	\$5,062

STATISTICAL REPORTING SERVICE**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (costs— obligations).....	7	6	
Financing:			
Receipts.....	7	6	

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Permanent posi- tions.....	6	5	
12 Personnel benefits.....	1	1	
Total obligations.....	7	6	

Personnel Summary

Total number of permanent positions.....	1	1	
Employees in permanent positions, end of year.....	0	0	
Employees in other positions, end of year.....	0	0	

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (costs— obligations) (object class 25).....		4	
Financing:			
Unobligated balance brought forward.....	4	4	
Unobligated balance carried forward.....	-4		
Total financing.....		4	

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

FARMERS HOME ADMINISTRATION**STATE RURAL REHABILITATION FUNDS****Program and Financing (in thousands of dollars)**

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Capital outlay:			
1. Acquisition of loans.....	2,929	3,500	3,500

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
Capital outlay—Continued			
2. Acquisition of judgments.....	3	2	2
Total capital outlay, funded.....	2,932	3,502	3,502
Current assets returned to States.....	68		
Change in selected resources ¹	-118		
Total capital outlay (obligations).....	2,882	3,502	3,502
Operating costs, funded: Expense (obligations).....	266	263	296
Total obligations.....	3,149	3,765	3,798
Financing:			
Revenues and other receipts:			
Loans repaid.....	2,426	1,850	2,040
Payments of judgments.....	11	10	9
Revenue.....	1,020	1,344	1,544
Total revenues and other receipts.....	3,456	3,204	3,593
Unobligated balance brought forward:			
Cash.....	2,725	2,481	1,920
U.S. securities (par).....	1,083	1,634	1,634
Unobligated balance carried forward:			
Cash.....	-2,481	-1,920	-1,715
U.S. securities (par).....	-1,634	-1,634	-1,634
Financing applied to program.....	3,149	3,765	3,798

¹ Balance of selected resources are identified on the statement of financial condition.

Summary of Sources and Application of Funds (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Obligations (from program and financing).....	3,149	3,765	3,798
Decrease in gross unpaid obligations.....	120		
Gross expenditures.....	3,269	3,765	3,798
Revenues and other receipts (from program and financing).....	3,456	3,204	3,593
Increase (—) or decrease in accounts receivable, net.....	331	-495	-372
Applicable receipts.....	3,787	2,709	3,221
Trust expenditures.....	-518	1,056	577

These funds are administered by the Farmers Home Administration, under agreements with 39 individual States, for use in carrying out subtitles A and B of the Consolidated Farmers Home Administration Act of 1961. In these States, real estate type loans are made from these funds and insured under the regular Farmers Home Administration insured loan program at 5% of which not less than one-half of 1% represents an insurance charge that is retained by the Government. In some States, operating type loans are made at 5% interest. The entire assets of the 39 State corporations are being administered by the Farmers Home Administration, with the exception of \$14.6 million representing the partial return of cash and other assets at face value to 18 of these States for rural rehabilitation purposes agreed upon between each corporation and the Federal Government. The entire assets of four other State rural rehabilitation corporations have been returned to those States.

Actual and estimated loan operations for 1962, 1963, 1964, and 1965 are as follows (in thousands of dollars):

	Operating loans	Real estate loans
1962.....	321	4,101
1963.....	467	2,345
1964 (estimate).....	500	3,000
1965 (estimate).....	500	3,000

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Operating program:			
Revenue.....	1,020	1,344	1,544
Expense.....	269	204	242
Net operating income (net income for the year).....	751	1,140	1,302
Analysis of retained earnings or deficit:			
Retained earnings or deficit, start of year.....	-1,717	-966	174
Retained earnings or deficit, end of year.....	-966	174	1,476

Financial Condition (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Assets:				
Treasury balance.....	2,050	2,017	961	384
U.S. securities (par).....	1,083	1,634	1,634	1,634
Accounts receivable, net.....	977	646	1,141	1,513
Loans receivable, net.....	21,129	21,530	23,233	24,741
Real estate acquired through foreclosure.....	28	28	28	28
Judgments, net.....	30	27	25	24
Total assets.....	25,298	25,882	27,022	28,324
Liabilities:				
Current.....	38	35	35	35
Equity of States:				
Non-interest-bearing capital:				
Start of year.....	27,961	26,977	26,813	26,813
Assets transferred under trust agreement during year, net:				
Current assets.....	-346	-68		
Other.....	-638	-95		
End of year.....	26,977	26,813	26,813	26,813
Deficit.....	-1,717	-966	174	1,476
Total equity of States.....	25,260	25,847	26,987	28,289

Analysis of Equity of States (in thousands of dollars)

	1962 actual	1963 actual	1964 estimate	1965 estimate
Undisbursed loan obligations ¹	264	147	147	147
Unobligated balance.....	3,808	4,115	3,554	3,349
Invested capital and earnings.....	21,188	21,585	23,286	24,793
Total equity of States.....	25,260	25,847	26,987	28,289

¹ The change of this item is reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	93	95	95
Positions other than permanent.....	2		
Total personnel compensation.....	95	95	95
12 Personnel benefits.....	8	7	7
21 Travel and transportation of persons.....	5	8	8
25 Other services.....	53	50	50
33 Investments and loans.....	2,812	3,500	3,500
44 Refunds.....	63		
Undistributed charges (provision for losses on current receivables, etc.).....	113	105	138
Total obligations.....	3,149	3,765	3,798

DEPARTMENT OF AGRICULTURE—Continued

FARMERS HOME ADMINISTRATION—Continued

STATE RURAL REHABILITATION FUNDS—Continued

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	13	25	25
Average number of all employees.....	17	17	16
Employees in permanent positions, end of year.....	22	20	20
Employees in other positions, end of year.....	0	0	0
Average GS grade.....	6.8	6.8	6.8
Average GS salary.....	\$6,467	\$6,807	\$6,875

NATIONAL AGRICULTURAL LIBRARY

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
Miscellaneous contributed funds (program costs, funded).....	9	19	
Change in selected resources ¹	18	-18	
Total obligations.....	27	1	
Financing:			
Unobligated balance brought forward.....	27		
Receipts.....		1	
Total financing.....	27	1	

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$0; 1963 \$18 thousand; 1964, \$0.

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation: Positions other than permanent.....	8		
21 Travel and transportation of persons.....		1	
24 Printing and reproduction.....	18		
Total obligations.....	27	1	

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Average number of all employees.....	2		
Employees in permanent positions, end of year.....	0		
Employees in other positions, end of year.....	0		

FOREST SERVICE

COOPERATIVE WORK

Program and Financing (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
Program by activities:			
1. Construction and maintenance of roads and trails.....	1,523	1,500	1,450

Program and Financing (in thousands of dollars)—Continued

	1963 actual	1964 estimate	1965 estimate
Program by activities—Continued			
2. Construction and maintenance of other improvements.....	430	550	500
3. Protection of national forest and adjacent private land.....	2,885	3,250	3,150
4. Sale area betterment and scaling.....	15,250	17,300	16,750
5. Research investigations.....	975	1,000	950
6. Administration.....	44	50	40
7. Reforestation.....	30	30	30
8. Advance to "Forest protection and utilization" for fighting forest fires.....	1,400		
Total program costs, funded ¹	22,538	23,680	22,870
Change in selected resources ²	-319		
Total obligations.....	22,219	23,680	22,870
Financing:			
Unobligated balance brought forward.....	23,409	26,825	31,720
Repayment of prior year advance for fighting forest fires.....		1,400	
Receipts.....	25,635	27,175	26,910
Unobligated balance carried forward.....	-26,825	-31,720	-35,760
Total financing.....	22,219	23,680	22,870

¹ Includes capital outlay as follows: 1963, \$11,001 thousand; 1964, \$13,300 thousand; 1965, \$12,700 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1962, \$961 thousand; 1963, \$642 thousand; 1964, \$642 thousand; 1965, \$642 thousand.

Cooperative work.—Advances, including deposits from purchasers of timber, are received and used for cooperative work in forest investigations, protection, and improvement of the national forests; and protection, reforestation, and administration of private lands adjacent to national forests (16 U.S.C. 498, 572, 572a, 576b, 581; 31 U.S.C. 725s).

Object Classification (in thousands of dollars)

	1963 actual	1964 estimate	1965 estimate
11 Personnel compensation:			
Permanent positions.....	6,719	7,989	7,555
Positions other than permanent.....	5,818	6,143	5,710
Other personnel compensation.....	423	450	450
Total personnel compensation.....	12,960	14,582	13,715
12 Personnel benefits.....	792	890	837
21 Travel and transportation of persons.....	261	300	290
22 Transportation of things.....	811	880	850
23 Rent, communications, and utilities.....	369	380	370
24 Printing and reproduction.....	21	20	20
25 Other services.....	1,987	2,500	2,700
Services of other agencies.....	2,223	1,000	1,000
26 Supplies and materials.....	1,545	1,800	1,700
31 Equipment.....	440	470	450
32 Lands and structures.....	718	900	850
42 Insurance claims and indemnities.....	1		
44 Refunds.....	382	270	388
Subtotal.....	22,510	23,992	23,170
Deduct quarters and subsistence charges.....	291	312	300
Total obligations.....	22,219	23,680	22,870

Personnel Summary

	1963 actual	1964 estimate	1965 estimate
Total number of permanent positions.....	1,274	1,502	1,400
Full-time equivalent of other positions.....	1,462	1,522	1,362
Average number of all employees.....	2,659	2,892	2,632
Employees in permanent positions, end of year.....	1,159	1,436	1,330
Employees in other positions, end of year.....	2,348	2,962	2,685
Average GS grade.....	7.2	7.2	7.2
Average GS salary.....	\$6,576	\$6,896	\$6,905
Average salary of ungraded positions.....	\$5,410	\$5,496	\$5,496

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION FROM FUNDS AVAILABLE TO AGRICULTURAL RESEARCH SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$20,000:						
Administrator.....	1	\$20,000	1	\$20,000	1	\$20,000
Associate administrator.....	1	20,000	1	20,000	1	20,000
GS-18, \$20,000:						
Deputy administrator, farm research.....	1	20,010	1	20,010	1	20,010
Deputy administrator, nutrition, consumer and industrial use research.....			1	20,010	1	20,010
Deputy administrator, regulatory.....	1	20,010	1	20,010	1	20,010
Deputy administrator, research planning and coordination.....	1	20,010	1	20,010	1	20,010
Deputy administrator, utilization research and development.....	1	20,010				
GS-17, \$18,000 to \$20,000:						
Assistant administrator, farm research.....	1	18,013	1	18,512	1	19,011
Assistant administrator, nutrition, consumer and industrial use research.....	1	19,510	1	19,510	1	20,010
Assistant administrator, regulatory.....	1	18,013	1	18,512	1	19,011
GS-16, \$16,000 to \$18,000:						
Deputy administrator, administrative management.....	1	18,013	1	18,013	1	18,013
Director, regulatory division.....	3	51,043	3	52,042	3	52,541
Director, research division.....	2	35,028	2	35,028	2	35,028
GS-15, \$15,665 to \$19,270:						
Agricultural engineer.....	1	15,059	1	16,182	1	16,182
Agronomist.....	4	59,759	4	64,250	4	64,250
Assistant administrator.....	2	32,989	1	18,242	1	18,242
Assistant director, regulatory division.....	14	218,484	21	352,907	21	355,507
Assistant director, research division.....	32	494,335	32	531,927	32	531,927
Assistant to administrator, foreign regional research.....	1	16,016	1	17,222	1	17,222
Assistant to administrator, farm research.....	2	32,511	1	16,702	1	16,702
Assistant to administrator, nutrition and consumer use research.....			1	15,683	1	15,683
Assistant to administrator, research advisory committee.....	1	16,973	1	18,242	1	18,242
Assistant to administrator, utilization research and development.....	3	46,613	3	50,106	3	50,106
Assistant to director, research division.....	2	32,032	2	34,444	2	34,444
Biologist.....	1	15,059	1	16,182	1	16,182
Botanist.....	1	15,059	1	16,182	1	16,182
Branch chief, research.....	30	458,477	30	495,403	30	495,403
Chemist.....	11	167,087	14	228,192	14	228,192
Chief hydrologist.....	1	15,059	1	16,182	1	16,182
Chief physicist.....	1	15,059	1	16,182	1	16,182
Chief, research laboratory.....	38	588,039	39	649,903	40	665,586
Cotton technologist.....	1	14,581	1	15,683	1	15,683
Dairy husbandman.....	1	16,016	1	17,222	1	17,222
Director, administrative services division.....	1	16,973	1	16,182	1	16,182
Director, budget and finance division.....	1	17,451				
Director, field administrative division.....	4	58,802	4	63,231	4	63,231
Director, finance division.....			1	18,762	1	18,762
Director, foreign regional research.....	2	31,075	2	33,404	2	33,404
Director, information division.....	1	16,973	1	18,242	1	18,242
Director, National Arboretum.....	1	16,016	1	17,222	1	17,222
Director, operations analysis and systems development staff.....			1	18,242	1	18,242
Director, personnel division.....	1	15,538	1	16,702	1	16,702
Director, program examination and budget development division.....			1	18,762	1	18,762
Director, regulatory division.....	3	45,656	3	50,127	3	51,146
Director, research division.....	3	50,440	3	54,746	3	54,746
Entomologist.....	4	59,280	4	63,730	4	63,730
Geneticist.....	2	30,119	2	32,385	2	32,385
Head, biometrics services.....	1	16,016	1	17,222	1	17,222
Horticulturist.....	1	15,538	1	16,702	1	16,702
Microbiologist.....	2	29,640	2	31,865	2	31,865
Nutrition specialist.....	1	17,451	1	18,762	1	18,762
Pathologist.....	4	58,802	4	63,231	4	63,231
Physicist.....	3	45,656	5	81,451	5	81,451
Physiologist.....	3	45,178	3	49,066	3	49,066
Plant pest control officer.....	5	75,774	5	84,030	5	86,110
Soil scientist.....	5	74,339	3	48,047	3	48,047
Veterinarian.....	12	182,625	13	215,067	13	216,627
GS-14, \$13,615 to \$17,215:						
Administrative officer.....	6	81,784	5	73,528	5	73,528
Administrative officer, field administrative division.....	1	13,270	2	27,706	2	27,706
Agricultural economist.....	2	27,393	3	42,682	3	42,682
Agricultural engineer.....	19	250,113	20	279,742	21	293,366
Agriculturist.....	17	237,179	18	269,110	18	273,166
Agronomist.....	24	317,337	24	338,316	24	338,316
Analytical statistician.....	8	106,639	8	113,048	8	113,048
Assistant branch chief, research.....	16	219,656	17	247,308	17	247,308
Assistant director, administrative services division.....	1	13,707	2	27,706	2	27,706
Assistant director, budget and finance.....	2	26,561				
Assistant director, finance division.....			1	13,624	1	13,624
Assistant director, foreign regional research.....	2	26,977	2	28,600	2	28,600
Assistant director, information division.....	1	13,707	1	14,976	1	14,976
Assistant director, personnel division.....	1	13,270	1	14,082	1	14,082
Assistant director, program examination and budget development division.....			1	14,518	1	14,518

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-14, \$13,615 to \$17,215—Continued						
Assistant director, research division.....	7	\$96,760	7	\$103,022	7	\$103,022
Assistant division director, regulatory.....	3	41,100	3	45,364	3	46,280
Assistant to administrator, foreign regional research.....			1	13,624	1	13,624
Assistant to director, administrative services division.....	1	13,270	1	14,082	1	14,082
Assistant to director, research division.....	2	26,977	2	29,058	2	29,058
Associate director, regulatory.....	1	13,270	1	14,518	1	14,976
Bacteriologist.....	3	41,953	3	44,470	3	44,928
Biochemist.....	18	243,564	20	285,564	21	299,188
Biologist.....	2	25,708	2	28,164	2	29,036
Branch chief, administrative services division.....	4	53,933	4	57,222	4	57,222
Branch chief, budget and finance.....	4	53,954				
Branch chief, finance.....			2	27,248	2	27,248
Branch chief, information.....	3	41,953	3	44,470	3	44,470
Branch chief, personnel.....	5	70,199	5	74,444	5	74,444
Branch chief, program examination and budget development.....			3	42,224	3	42,224
Branch chief, regulatory.....	2	27,830	2	29,952	2	30,410
Branch chief, research.....	4	54,786	5	72,198	5	72,198
Chemical engineer.....	7	94,167	7	100,362	7	100,362
Chemist.....	56	759,932	63	904,804	63	906,156
Chief, irrigation engineer.....	1	13,624	1	13,624	1	13,624
Chief, research laboratory.....	16	222,640	16	236,454	16	236,454
Cotton technologist.....	2	27,414	2	29,036	2	29,036
Dairy husbandman.....	3	38,562	3	41,330	3	41,330
Dairy manufacturing technologist.....	1	14,123	1	14,976	1	14,976
Director, management research and organization.....	1	14,123				
Entomologist.....	20	265,900	20	285,150	20	285,608
Fiber technologist.....	1	14,123	1	14,976	1	14,976
Finance officer, field administrative division.....			3	42,224	3	42,224
Food technologist.....	1	13,707	2	28,600	2	28,600
Geneticist.....	10	134,023	10	143,022	10	143,022
Head, central project office.....	1	13,707	1	14,518	1	14,518
Home economist.....	1	14,123	1	14,976	1	14,976
Horticulturist.....	3	39,810	3	42,246	3	42,246
Hydraulic engineer.....	7	92,495	8	113,506	8	113,506
Industrial analyst.....	2	29,099	3	46,302	3	46,302
Insect taxonomist.....			1	13,624	1	13,624
Mechanical engineer.....	2	26,561	2	28,142	2	28,142
Meteorologist.....			2	27,248	2	27,248
Microbiologist.....	12	160,572	12	170,728	12	170,728
Mycologist.....	1	13,270	1	14,082	1	14,082
Nutrition analyst.....	1	13,270	1	14,518	1	14,518
Parasitologist.....	9	121,178	7	100,776	7	100,776
Pathologist.....	16	214,942	15	215,198	15	215,198
Personnel officer, field administrative division.....	4	52,664	4	55,870	4	55,870
Pharmacologist.....	2	30,389	2	32,656	2	32,656
Physical scientist.....	3	40,663	2	29,058	2	29,058
Physicist.....	2	26,977	3	41,766	3	41,766
Physiologist.....	14	136,280	13	184,788	14	198,870
Plant pest control officer.....	1	14,123	7	99,904	7	99,904
Plant quarantine inspector.....	6	80,494	5	72,176	5	73,986
Poultry husbandman.....	1	13,270	1	14,518	1	14,518
Publications and information writer.....	1	13,707	1	14,518	1	14,518
Research coordinator.....	6	86,902	5	75,796	5	75,796
Safety officer.....	1	14,123	1	14,976	1	14,976
Soil scientist.....	17	224,821	17	238,870	18	252,495
Superintendent, agricultural research center.....	1	15,413	1	16,786	1	16,786
Veterinarian.....	87		91		91	
Zoologist.....	1	184,760	1	131,576	1	131,576
GS-13, \$11,725 to \$14,805.....	902		930		955	
GS-12, \$9,980 to \$12,620.....	1,462		1,582		1,620	
GS-11, \$8,410 to \$10,650.....	1,995		2,049		2,177	
GS-10, \$7,690 to \$9,985.....	17	135,651	18	160,319	19	175,826
GS-9, \$7,030 to \$9,100.....	2	16,578	1	8,216	1	8,216
GS-8, \$6,390 to \$8,280.....	1,552		1,611		2,076	
GS-7, \$5,795 to \$7,550.....	11,565,911		12,588,356		16,322,297	
GS-6, \$5,235 to \$6,810.....	4,113,428		4,328,225		6,220,661	
GS-5, \$4,690 to \$6,130.....	18,130,712		20,689,375		17,376,265	
GS-4, \$4,215 to \$5,475.....	1,221,372		1,404,640		1,399,254	
GS-3, \$3,880 to \$4,900.....	12,159,553		12,609,802		11,011,157	
GS-2, \$3,620 to \$4,565.....	1,248		1,336		1,346	
GS-1, \$3,305 to \$4,250.....	5,714,309		6,227,109		6,263,075	
Rates established by the act of June 20, 1958 (5 U.S.C. 1161 (c)):	1,045		1,073		1,034	
Deputy administrator, nutrition and consumer use research.....	4,376,397		4,531,769		4,380,758	
Assistant administrator, nutrition, consumer and industrial use research.....	138	545,528	137	537,194	137	537,194
Chief scientist.....	19	70,998	22	80,556	22	80,556
Director, research division.....	1	20,000				
Salaries established under the act of April 24, 1943 (21 U.S.C. 113a):						
Assistant director, research laboratory.....	1	17,500	1	17,500	1	17,500
Chief scientist.....	1	17,500	1	17,500	1	17,500
Director, research division.....	1	17,500	1	17,500	1	17,500
Director, research laboratory.....	2	35,000	2	35,000	2	35,000

DEPARTMENT OF AGRICULTURE—Continued

AGRICULTURAL RESEARCH SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION FROM FUNDS AVAILABLE TO AGRICULTURAL RESEARCH SERVICE—Con.

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
Grades established under the foreign nationals pay plan:						
Mexico:						
FS-10. \$3,580 to \$4,660.....	1	\$4,660	1	\$4,660	1	\$4,660
FS-8. \$2,679 to \$3,521.....	1	2,819	1	2,819	1	2,819
FS-6. \$1,849 to \$2,305.....	2	4,306	2	4,458	2	4,458
FS-5. \$1,453 to \$1,885.....	4	6,388	4	6,460	4	6,460
FS-4. \$1,133 to \$1,535.....	3	3,935	3	3,935	3	3,935
FS-3. \$947 to \$1,328.....	3	3,350	3	3,487	3	3,487
FS-2. \$776 to \$1,146.....	5	4,682	3	2,845	3	2,845
FS-1. \$599 to \$804.....	9	6,359	8	5,864	8	5,864
Italy:						
FS-5. \$1,869 to \$2,367.....			1	2,519	1	2,519
France:						
FS-10. \$3,827 to \$4,457.....	1	3,932	1	3,932	1	3,932
FS-8. \$3,192 to \$3,822.....	2	7,644	2	7,644	2	7,644
FS-7. \$2,890 to \$3,490.....	1	3,390	1	3,390	1	3,390
FS-4. \$2,108 to \$2,616.....	1	2,532	1	2,532	1	2,532
Morocco:						
FS-6. \$1,778 to \$2,227.....	1	1,854				
Grades established under the Alaska pay plan:						
TE-14. \$17,070 to \$20,000:						
Soil scientist.....	1	18,845	1	20,010	1	20,010
TE-13. \$14,665 to \$18,745:						
Agricultural engineer.....	1	16,204	1	17,035	1	17,035
Agronomist.....	1	15,184	1	16,494	1	16,494
Animal husbandman.....	1	16,724	1	17,555	1	17,555
Pathologist.....	1	16,204	1	17,035	1	17,035
TE-12. \$12,420 to \$16,020:						
Administrative officer.....	1	14,228	1	14,955	1	14,955
Agricultural economist.....	1	12,876	1	13,562	1	13,562
Agronomist.....	2	27,104	2	28,517	2	28,517
Animal husbandman.....	1	13,333	1	14,019	1	14,019
Entomologist.....	1	14,228	1	14,955	1	14,955
Horticulturist.....	1	13,333	1	14,019	1	14,019
Soil scientist.....	1	13,791	1	14,498	1	14,498
TE-11. \$10,500 to \$13,540:						
Administrative officer.....	4	48,507	5	61,734	5	61,734
TE-9. \$8,640 to \$11,340:						
Agronomist.....	3	28,663	3	30,118	3	30,118
TE-5. \$5,975 to \$7,910:						
Animal husbandman.....	2	14,124	3	20,613	3	20,613
TE-4. \$5,405 to \$6,935:						
Animal husbandman.....	4	24,400	4	24,918	4	24,918
TE-3. \$5,020 to \$6,230:						
Animal husbandman.....	3	15,477	2	10,732	2	10,732
Ungraded positions at annual rates:						
\$13,615 and above:						
Animal husbandman.....	2	32,500	1	18,200	1	18,200
Veterinarian.....	3	38,731	3	41,390	3	41,390
Less than \$13,615.....	287	685,448	280	671,666	280	671,666
Ungraded positions at hourly rates equivalent to less than \$13,615.....	2,438		2,473		2,267	
		11,919,442		12,130,749		11,447,914
Total permanent.....	17,990		18,738		18,682	
		123,500,947		134,703,333		136,587,502
Deduct—						
Lapses.....	1,341.8		1,495.7		1,088.2	
		8,239,048		9,474,876		7,615,280
Portion of salaries paid by States.....	74.0		70.9		70.9	
		544,786		536,650		536,650
Portion of salaries shown above paid from other accounts.....	7.1	61,799	9.1	75,807	9.1	78,160
Net savings due to lower pay scales for part of year.....		1,764,285		2,671,730		
Net decrease due to wage-board pay adjustment.....		159,852				
Add portion of salaries carried in other position schedules paid from this account.....	2.3	20,195	2.6	20,930	2.6	23,309
Net permanent (average number, net salary):						
United States and possessions.....	16,270.3		16,863.7		17,215.5	
		111,882,398		121,048,148		127,458,669
Foreign countries:						
U.S. rates.....	55.0		54.7		54.7	
		535,204		554,952		560,252
Local rates.....	244.1		246.5		246.2	
		333,770		362,100		361,800
Positions other than permanent:						
Temporary employment:						
United States and possessions.....	3,469,630		4,186,100		3,562,300	
Foreign countries:						
Local rates.....	20,577		19,000		19,000	
Part-time employment: United States and possessions.....	647,755		652,600		703,300	
Intermittent employment:						
United States and possessions.....	1,111,248		1,155,500		1,107,800	
Foreign countries:						
U.S. rates.....					100	
Local rates.....		774		100	100	

	1963 actual	1964 estimate	1965 estimate
Other personnel compensation:			
Regular pay above 52-week base.....		\$958,400	\$195,129
Overtime and holiday pay.....	\$6,996,999	7,536,800	7,678,600
Nightwork differential.....	267,235	278,200	283,800
Flight differential.....	3,670	3,000	3,000
Additional pay for service abroad.....	213,703	221,400	224,400
Total personnel compensation.....	125,482,963	136,976,400	142,458,250

Salaries and wages are distributed as follows:			
Salaries and expenses.....	112,331,719	123,169,700	129,212,750
Salaries and expenses (special foreign currency program).....	59,882	69,200	69,000
Working capital fund, Agricultural Research Center.....	2,297,824	2,405,000	2,535,000
Advances and reimbursements.....	10,386,419	10,772,900	10,206,600
Trust funds.....	407,119	559,600	434,900

COOPERATIVE STATE RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE COOPERATIVE STATE RESEARCH SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$18,000:						
Administrator.....	1	\$20,010	1	\$20,010	1	\$20,010
Associate administrator.....	1	18,512	1	19,011	1	19,510
GS-17. \$18,000 to \$20,000:						
Assistant administrator.....	2	34,528	3	50,544	3	52,042
GS-15. \$15,665 to \$19,270:						
Assistant to administrator.....	3	44,699	3	48,567	3	50,106
Director.....	4	64,541	4	71,428	4	71,948
GS-14. \$13,615 to \$17,215:						
Agricultural economist.....	5	69,367	5	75,338	5	76,232
Agricultural engineer.....	2	27,414	2	29,952	2	30,388
Agronomist.....	2	27,830	2	28,829	2	29,287
Animal geneticist.....	1	13,270	1	14,518	1	14,976
Animal husbandman.....	1	14,560	2	29,494	2	29,952
Assistant to administrator.....	1	13,270	1	14,518	1	14,976
Dairy husbandman.....	1	14,560	1	15,434	1	15,870
Entomologist.....	1	14,560	1	15,870	1	15,870
Food technologist.....	1	13,270	1	14,518	1	14,976
Forester.....			1	13,624	1	14,082
Home economist.....	1	12,854	1	14,082	1	14,518
Horticulturist.....			1	14,082	1	14,518
Information specialist.....	1	14,560	1	15,434	1	15,870
Plant pathologist.....			1	13,624	1	14,082
Plant physiologist.....	1	14,123	1	15,434	1	15,434
Poultry geneticist.....	1	12,854	1	14,082	1	14,518
Program officer.....	1	13,270	1	14,518	1	14,976
Research coordinator.....	1	14,123	1	14,976	1	15,434
Rural sociologist.....	1	13,707	1	14,976	1	14,976
Soil scientist.....	2	29,099	2	31,304	2	31,762
Veterinarian.....	2	27,393	2	28,142	2	29,058
GS-13. \$11,725 to \$14,805:						
GS-9. \$7,030 to \$9,100.....	9	103,398	6	71,780	9	108,733
GS-8. \$6,390 to \$8,280.....	3	23,213	4	31,616	4	31,844
GS-7. \$5,795 to \$7,550.....			3	19,170	3	19,170
GS-6. \$5,235 to \$6,810.....	4	25,695	9	60,791	9	61,997
GS-5. \$4,690 to \$6,130.....	8	44,617	2	9,788	2	10,518
GS-4. \$4,215 to \$5,475.....	35	183,524	34	187,304	39	212,355
	7	29,804	7	30,901	7	31,525
Total permanent.....	103	952,625	107	1,063,659	115	1,141,513
Deduct—						
Lapses.....	15	163,593	12	124,181	17	166,513
Net savings due to lower pay scales for part of year.....		6,639		11,478		
Net permanent (average number, net salary):						
Positions other than permanent:						
Temporary employment.....	88	782,393	95	928,000	98	975,000
Intermittent employment.....						
Regular pay above 52-week base.....		7,495		10,000		5,000
Overtime and holiday pay.....		9,675		10,000		10,000
Other personnel compensation:						
Regular pay above 52-week base.....				7,000		4,000
Overtime and holiday pay.....				1,000		1,000
Total personnel compensation.....		800,227		956,000		995,000
Salaries and wages are distributed as follows:						
Payments and expenses.....		798,781		950,000		995,000
Advances and reimbursements.....		1,446		6,000		

EXTENSION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE EXTENSION SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-18. \$20,000:						
Administrator	1	\$20,010	1	\$20,010	1	\$20,010
GS-17. \$18,000 to \$20,000:						
Deputy administrator	1	18,013	1	18,512	1	19,011
GS-16. \$16,000 to \$18,000:						
Assistant administrator	2	35,027	2	34,029	2	34,029
GS-15. \$15,665 to \$19,270:						
Division director	7	107,806	8	134,677	8	137,257
Field assistant to the administrator	1	14,581	2	31,865	2	32,385
Program leader	4	62,630	5	84,551	4	68,868
GS-14. \$13,615 to \$17,215:						
Assistant division director	6	82,637	6	89,856	6	90,314
Program leader	28	382,401	31	455,272	30	447,884
GS-13. \$11,725 to \$14,805:						
Program leader	44	536,043	45	578,882	43	549,263
GS-12. \$9,980 to \$12,620:						
Program leader	6	60,987	5	52,915	5	53,914
GS-11. \$8,410 to \$10,650:						
Program leader	8	68,660	9	82,201	9	83,908
GS-9. \$7,030 to \$9,100:						
Program leader	9	64,647	8	63,045	8	63,732
GS-8. \$6,390 to \$8,280:						
Program leader	1	6,718				
GS-7. \$5,795 to \$7,550:						
Program leader	29	184,332	32	214,430	31	209,270
GS-6. \$5,235 to \$6,810:						
Program leader	14	81,350	15	90,210	15	91,125
GS-5. \$4,690 to \$6,130:						
Program leader	49	250,463	54	286,708	52	276,521
GS-4. \$4,215 to \$5,475:						
Program leader	27	115,442	26	116,312	26	119,064
GS-3. \$3,880 to \$4,900:						
Program leader	8	33,466	5	21,508	5	21,820
GS-1. \$3,305 to \$4,250:						
Program leader	3	10,110	1	3,411	1	3,515
Ungraded positions at hourly rates equivalent to less than \$13,615:						
	3	12,501	3	12,501	3	12,501
Total permanent	251	2,147,829	259	2,390,895	252	2,334,391
Deduct—						
Lapses	23.6	183,296	14.2	170,927	9.2	134,467
Net savings due to lower pay scales for part of year		31,624		51,594		
Portion of salaries shown above paid from other accounts	2.1	18,920	.8	10,299	.3	2,071
Add portion of salaries carried in other position schedules paid from this account	.9	5,641				
Net permanent (average number, net salary)	226.2	1,919,630	244.0	2,158,075	242.5	2,197,853
Positions other than permanent:						
Temporary employment		8,010		8,054		
Part-time employment		11,291		9,678		9,298
Other personnel compensation:						
Regular pay above 52-week base				14,957		7,431
Overtime and holiday pay		6,722				
Payments to other agencies for reimbursable details		4,750		4,443		4,540
Total personnel compensation		1,950,403		2,195,207		2,219,122
Salaries and wages are distributed as follows:						
Cooperative extension work, payments and expenses		1,743,288		1,954,750		1,985,509
Advances and reimbursements		163,170		240,457		233,613
Civil Defense and defense mobilization functions of Federal agencies (transfer to Agriculture)		43,945				

FARMER COOPERATIVE SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO FARMER COOPERATIVE SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-16. \$16,000 to \$18,000:						
Administrator	1	\$17,514	1	\$17,514	1	\$18,013
GS-15. \$15,665 to \$19,270:						
Deputy administrator	1	15,059	1	16,702	1	17,222
Director of division	3	44,699	3	49,586	3	51,146
GS-14. \$13,615 to \$17,215:						
Agricultural economist	5	65,123	5	71,304	5	73,048
Assistant director	1	12,854	1	14,082	1	14,518
Director of division						
				15,870		15,870
GS-13. \$11,725 to \$14,805:						
Director	13	154,608	15	187,572	15	191,443
GS-12. \$9,980 to \$12,620:						
Director	21	210,459	20	213,274	20	216,963
GS-11. \$8,410 to \$10,650:						
Director	5	41,580	10	86,152	10	86,714
GS-9. \$7,030 to \$9,100:						
Director	9	63,941	10	75,669	10	73,796
GS-8. \$6,390 to \$8,280:						
Director	3	20,966	3	21,922	3	22,546
GS-7. \$5,795 to \$7,550:						
Director	4	24,961	4	25,168	4	25,542
GS-6. \$5,235 to \$6,810:						
Director	4	22,589	4	23,962	4	24,295
GS-5. \$4,690 to \$6,130:						
Director	22	116,667	21	115,670	21	117,563
GS-4. \$4,215 to \$5,475:						
Director	6	26,124	8	35,484	8	36,281
GS-3. \$3,880 to \$4,900:						
Director	2	7,654	2	7,780	2	7,780

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-2. \$3,620 to \$4,555	1	\$3,994	1	\$4,056	1	\$4,160
Total permanent	101	848,792	110	981,767	110	996,900
Deduct—						
Lapses	12.4	104,100	14.8	152,847	15.0	145,959
Net savings due to lower pay scales for part of year		12,251		20,093		
Portion of salaries shown above paid from other accounts		391		940		1,308
Net permanent (average number, net salary)	88.6	732,050	95.2	807,887	95.0	849,633
Other personnel compensation:						
Regular pay above 52-week base				6,343		3,367
Overtime and holiday pay		1,219				
Total personnel compensation		733,269		814,230		853,000
Salaries and wages are distributed as follows:						
Salaries and expenses		707,688		792,830		836,000
Advances and reimbursements		25,581		21,400		17,000

SOIL CONSERVATION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO SOIL CONSERVATION SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$18,500:						
Administrator	1	\$19,011	1	\$19,011	1	\$19,011
GS-18. \$20,000:						
Associate administrator	1	20,010	1	20,010	1	20,010
GS-17. \$18,000 to \$20,000:						
Deputy administrator, field service group	1	19,011	1	19,510	1	19,510
Deputy administrator, soil survey group	1	19,011	1	19,510	1	19,510
Deputy administrator, watersheds	1	18,512	1	19,011	1	19,510
GS-16. \$16,000 to \$18,000:						
Assistant to administrator	1	18,013	1	17,514	1	17,514
Assistant to deputy administrator, watersheds	1	18,013	1	16,016	1	16,515
Deputy administrator, management group	1	17,514	1	17,514	1	18,013
Director, engineering division	1	18,013	1	18,013	1	18,013
Director, farm and ranch planning division						
Director, plant technology division				17,014		17,514
GS-15. \$15,665 to \$19,270:						
Assistant to administrator	3	44,700	3	49,087	3	49,607
Assistant to associate administrator	2	30,119	2	33,404	2	34,444
Assistant to deputy administrator, watersheds	1	15,059	1	16,702	1	17,222
Director, administrative services division	1	16,016	1	17,742	1	17,742
Director, budget and finance division	1	16,016	1	17,742	1	17,742
Director, cartographic division	1	15,538	1	17,222	1	17,222
Director, farm and ranch planning division	1	15,538				
Director, information and education division	1	16,016	1	17,742	1	17,742
Director, personnel division	1	16,016	1	17,742	1	17,742
Director, plant technology division	1	16,973				
Director, river basin division	1	16,494	1	17,742	1	18,242
Director, watershed planning division	1	15,538	1	17,222	1	17,222
Field representative	5	79,602	5	87,630	5	88,150
Soil scientist	5	77,690	5	86,110	5	87,150
State conservationist	12	183,944	12	202,504	12	205,624
GS-14. \$13,615 to \$17,215:						
Agronomist	1	14,976	1	15,870	1	16,328
Assistant director, administrative divisions	4	55,244	4	59,010	4	60,362
Assistant director, engineering division	1	13,270	1	14,518	1	14,976
Assistant director, information division	1	13,707	1	14,976	1	14,976
Assistant director, plant technology division	1	14,123	1	15,434	1	15,434
Assistant director, watershed planning division	1	13,707	2	29,494	2	29,952
Assistant to deputy administrator for management				14,976		14,976
Biologist	1	15,413	1	16,328	1	16,328
Branch chief, administrative division	10	136,196	11	161,138	11	163,428
Cartographer	1	13,270	1	14,518	1	14,976
Chief, design and construction branch	1	15,413	1	16,328	1	16,786
Chief, hydrology branch	1	15,413	1	16,328	1	16,328
Chief, information services branch	1	13,707	1	14,976	1	14,976
Chief, program services branch	1	13,707	1	14,976	1	14,976
Chief, programming branch	1	13,707	1	14,976	1	14,976
Chief, projects branch	1	13,707	1	14,976	1	14,976
Engineer, agriculture	1	13,707	1	14,976	1	14,976
Engineer, civil	3	41,121	3	44,928	3	44,928

DEPARTMENT OF AGRICULTURE—Continued

SOIL CONSERVATION SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO SOIL CONSERVATION SERVICE—Continued

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-14. \$13,615 to \$17,215—Continued						
Engineer, construction			1	\$14,518	1	\$14,976
Geologist	3	\$41,100	3	44,470	3	45,484
Head, cartographic unit	5	66,350	5	72,590	5	74,880
Head, engineering and watershed planning unit	6	85,633	6	91,666	6	92,582
Head, soil mechanics laboratory			1	14,976	1	14,976
Head, water supply forecasting unit	1	13,270	1	14,518	1	14,976
Plant materials specialist	1	14,976	1	16,328	1	16,328
Range conservationist	1	13,707	1	14,976	1	14,976
Recreation specialist			1	13,624	1	14,082
Soil conservationist	11	153,731	11	167,440	11	169,730
Soil correlator	5	71,468	5	78,064	5	78,980
Soil scientist	7	95,075	7	103,916	7	105,290
State conservationist	37	521,013	37	560,370	37	562,144
Woodland conservationist	1	14,976	1	16,328	1	16,328
GS-13. \$11,725 to \$14,805	433	5,159,746	451	5,744,141	440	5,641,699
GS-12. \$9,980 to \$12,620	792	8,015,017	833	9,002,810	818	8,892,545
GS-11. \$8,410 to \$10,650	2,309	20,124,753	2,464	22,732,634	2,444	22,639,774
GS-10. \$7,690 to \$9,985	6	51,626	7	63,878	7	64,378
GS-9. \$7,030 to \$9,100	3,331	25,336,475	3,319	26,506,707	3,280	26,281,200
GS-8. \$6,390 to \$8,280	2,095	9 61,898	2,078	6 44,884	2,040	6 45,724
GS-7. \$5,795 to \$7,550	13,271,826		13,778,507		13,564,807	
GS-6. \$5,235 to \$6,810	2,242	13,148,434	2,343	14,298,277	2,300	14,064,332
GS-5. \$4,690 to \$6,130	2,192	11,168,183	2,168	11,337,750	2,120	11,103,926
GS-4. \$4,215 to \$5,475	1,423	6,426,642	1,502	6,952,084	1,465	6,790,389
GS-3. \$3,880 to \$4,900	774	3,208,909	735	3,103,364	713	3,013,670
GS-2. \$3,620 to \$4,565	125	482,855	105	416,624	100	397,204
GS-1. \$3,305 to \$4,250	1	3,890				
Ungraded positions at annual rates less than \$13,615	79	558,251	26	177,648	26	177,648
Ungraded positions at hourly rates equivalent to less than \$13,615	128	676,011	171	1,009,736	171	1,009,736
Total permanent	16,094	109,958,570	16,369	117,700,282	16,091	116,245,907
Deduct—						
Lapses	1,093.1	6,487,091	1,057.3	6,754,237	1,385.1	8,266,974
Net savings due to lower pay scales for part of year		1,975,731		2,456,064		6.0 55,500
Portion of salaries paid by States	5.4	51,743	6.1	54,775		
Portion of salaries shown above paid from other accounts	11.6	101,422	13.3	117,509	8.9	81,433
Add portion of salaries carried in other position schedules paid from this account	2.7	19,635	0.7	7,303		
Net permanent (average number, net salary)	14,986.6	101,362,218	15,293.0	108,325,000	14,691	107,842,000
Positions other than permanent:						
Temporary employment		131,498		75,735		88,000
Part-time employment		440,736		434,987		460,000
Intermittent employment		5,072,478		5,489,278		5,241,000
Other personnel compensation:						
Regular pay above 52-week base				840,631		415,200
Overtime and holiday pay		548,414		614,189		534,800
Nightwork differential		47				
Post differential and cost of living allowances		145,889		181,074		180,000
Payments to other agencies for reimbursable details		3,593		4,106		5,000
Total personnel compensation		107,704,873		115,965,000		114,766,000
Salaries and wages are distributed as follows:						
Conservation operations		\$73,799,007		\$78,084,000		\$79,050,000
Flood prevention		5,935,225		6,165,000		6,007,000
Watershed protection		17,263,483		19,538,000		19,359,000
Great Plains conservation program		2,209,549		2,605,000		2,654,000
Resource conservation and development				260,000		746,000
Water conservation and utilization projects		—21				
Miscellaneous contributed funds		307,420		433,000		450,000
Advances and reimbursements		8,163,851		8,880,000		6,500,000
Public works acceleration		26,359				

ECONOMIC RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO ECONOMIC RESEARCH SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-18. \$20,000:						
Administrator	1	\$20,010	1	\$20,010	1	\$20,010
GS-17. \$18,000 to \$20,000:						
Agricultural economist	1	18,013	1	18,512	1	19,011
Deputy administrator	1	18,512	2	38,022	2	39,020
GS-16. \$16,000 to \$18,000:						
Agricultural economist			2	32,032	2	33,033
Deputy administrator	1	18,013				
Division director	4	69,056	5	86,567	5	87,860
Outlook officer	1	18,013	1	18,013	1	18,013
GS-15. \$15,665 to \$19,270:						
Agricultural economist	2	30,118	2	32,385	2	32,905
Assistant director	1	15,059	3	49,579	3	51,146
Assistant to administrator	1	17,930	2	34,965	2	35,464
Branch chief	19	287,082	24	395,733	24	401,484
Deputy director	4	63,107	5	83,710	5	87,650
Division director	2	31,076	1	17,222	1	17,222
GS-14. \$13,615 to \$17,215:						
Agricultural economist	47	646,122	54	789,742	55	809,254
Assistant branch chief	6	78,809	6	84,911	6	87,610
Branch chief	6	80,515	5	72,606	5	73,070
Section head	17	229,918	18	258,708	18	261,324
Statistician	1	13,270	1	14,082	1	14,518
Veterinary analyst	1	14,123	1	14,976	1	14,976
GS-13. \$11,725 to \$14,805	122	1,436,028	116	1,453,416	116	1,450,116
GS-12. \$9,980 to \$12,620	174	1,727,482	179	1,886,099	178	1,864,448
GS-11. \$8,410 to \$10,650	154	1,284,570	142	1,245,354	142	1,249,600
GS-9. \$7,030 to \$9,100	99	685,332	100	724,477	100	720,748
GS-8. \$6,390 to \$8,280	4	27,248	4	28,744	4	28,952
GS-7. \$5,795 to \$7,550	94	562,156	94	589,443	95	588,810
GS-6. \$5,235 to \$6,810	63	363,387	66	373,244	66	380,292
GS-5. \$4,690 to \$6,130	170	864,982	168	880,802	168	870,072
GS-4. \$4,215 to \$5,475	124	560,443	116	537,684	116	530,340
GS-3. \$3,880 to \$4,900	65	260,010	67	272,745	67	274,566
GS-2. \$3,620 to \$4,565	10	36,925	8	29,489	8	30,282
GS-1. \$3,305 to \$4,250	1	3,474	1	3,640	1	3,640
Ungraded positions at hourly rates equivalent to less than \$13,615	14	98,198	7	53,270	7	53,270
Total permanent	1,210	9,578,981	1,201	10,140,182	1,203	10,148,706
Deduct—						
Lapses	271.7	1,972,789	221.7	1,731,783	218.7	1,694,065
Net savings due to lower pay scales for part of year		172,434		223,120		
Portion of salaries shown above paid:						
From other accounts	4.7	47,874	2.9	25,792	2.9	25,792
By States	2.6	25,178	2.4	24,168	2.5	25,232
Net permanent (average number, net salary)	931.0	7,360,706	974.0	8,135,319	978.9	8,403,617
Positions other than permanent:						
Temporary employment		62,588		67,116		67,978
Part-time employment		85,266		73,021		73,949
Intermittent employment		100,267		89,251		90,398
Other personnel compensation:						
Regular pay above 52-week base				62,504		33,427
Overtime and holiday pay		12,787		12,600		12,600
Nightwork differential		178				
Post differentials and cost-of-living allowances		1,883		2,550		2,550
Total personnel compensation		7,623,675		8,442,361		8,684,519
Salaries and wages are distributed as follows:						
Salaries and expenses		6,759,216		7,407,072		7,619,730
Watershed protection, Soil Conservation Service		283,206		369,000		394,000
Flood prevention, Soil Conservation Service		24,602		37,000		37,000
Resource conservation and development, Soil Conservation Service				20,000		35,000
Rural renewal, Farmers Home Administration				25,000		25,000
Miscellaneous contributed funds		11,007		38,710		38,710
Advances and reimbursements		545,644		545,579		535,079

STATISTICAL REPORTING SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO STATISTICAL REPORTING SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-18. \$20,000:						
Administrator.....	1	\$20,010	1	\$20,010	1	\$20,010
GS-16. \$16,000 to \$18,000:						
Agricultural economist.....	1	16,515	1	17,014	1	17,514
Deputy administrator.....	1	17,014	1	17,514	1	17,514
Division director.....	3	52,541	3	53,040	3	53,540
GS-15. \$15,665 to \$19,270:						
Agricultural economist.....	1	15,059	1	16,702	1	17,222
Branch chief.....	9	138,405	9	153,438	9	154,478
Chief, surveys operations group.....	1	14,581	1	16,182	1	16,702
Deputy division director.....	1	16,016	1	17,222	1	17,742
Statistician in charge.....			2	32,364	2	33,404
GS-14. \$13,615 to \$17,215:						
Administrative officer.....	1	13,270	1	14,518	1	14,976
Assistant branch chief.....	1	14,976	1	15,870	1	16,328
Assistant division director.....			1	13,624	1	14,082
Mathematical statistician.....	1	13,270	1	14,518	1	14,976
Secretary, crop reporting board.....	1	12,854	1	14,082	1	14,518
Section head.....	13	176,443	17	245,150	17	250,994
Statistician in charge.....	9	128,855	20	300,370	20	304,906
GS-13. \$11,725 to \$14,805:	76	922,640	64	815,459	65	827,184
GS-12. \$9,980 to \$12,620:	99		98		100	
		996,052		1,049,542		1,069,502
GS-11. \$8,410 to \$10,650:	107		115		119	
		892,003		1,034,032		1,067,672
GS-9. \$7,030 to \$9,100:	87	610,910	85	640,057	91	682,237
GS-8. \$6,390 to \$8,280:	5	35,442	5	37,438	5	37,854
GS-7. \$5,795 to \$7,550:	123	724,563	130	815,653	139	867,880
GS-6. \$5,235 to \$6,810:	25	150,139	22	134,434	22	135,369
GS-5. \$4,690 to \$6,130:	205		204		209	
		1,025,918		1,061,459		1,084,974
GS-4. \$4,215 to \$5,475:	222		219		242	
		1,008,407		1,036,649		1,133,755
GS-3. \$3,880 to \$4,900:	273		260		260	
		1,113,177		1,093,642		1,104,042
GS-2. \$3,620 to \$4,565:	62	229,573	31	117,836	31	118,366
Ungraded positions at annual rates:						
\$13,615 or above:			1	15,000	1	15,000
Mathematical statistician.....			6	35,510	6	35,510
Less than \$13,615:	8	53,493				
Total permanent.....	1,336		1,302		1,352	
		8,412,126		8,848,339		9,157,793
Deduct—						
Lapses.....	273.5		167.4		177.0	
		1,405,650		1,374,814		1,444,966
Net savings due to lower pay scales for part of year.....		126,300		170,675		
Portion of salaries shown above paid—						
From other accounts.....	14.0					
		127,320	10.0	95,441	10.0	97,827
By States.....	41.2					
		270,984	38.6	266,430	40.0	270,000
Net permanent (average number, net salary).....	1,007.3		1,086.0		1,125.0	
		6,481,872		6,940,979		7,345,000
Positions other than permanent:						
Temporary employment.....		95,291		71,000		72,000
Part-time employment.....		19,790		795		5,000
Intermittent employment.....		677,509		939,320		1,186,000
Other personnel compensation:						
Regular pay above 52-week base.....				60,085		30,000
Overtime and holiday pay.....		58,867		65,000		72,000
Nightwork differential.....		3,597		6,000		6,000
Post differentials and cost-of-living allowances.....		9,653		8,971		9,000
Total personnel compensation.....		7,346,579		8,092,150		8,725,000
Salaries and wages are distributed as follows:						
Salaries and expenses.....		6,468,827		7,165,324		7,786,000
Advances and reimbursements.....		871,270		922,276		939,000
Trust funds.....		6,482		4,550		

AGRICULTURAL MARKETING SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO AGRICULTURAL MARKETING SERVICE

	1963 actual	1964 estimate	1965 estimate			
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-18, \$20,000:						
Administrator-----	1	\$20,010	1	\$20,010	1	\$20,010
Associate administrator-----	1	20,010	1	20,010	1	20,010
GS-17, \$18,000 to \$20,000:						
Deputy administrator, marketing services-----	1	18,013	1	18,013	1	18,512

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-17. \$18,000 to \$20,000—Continued						
Deputy administrator, regulatory programs.....	1	\$18,013	1	\$18,013	1	\$18,512
GS-16. \$16,000 to \$18,000:						
Assistant deputy administrator, regulatory programs.....	1	16,515	1	16,515	1	17,014
Deputy administrator, management services.....	1	18,013	1	18,013	1	18,013
Deputy administrator, regulatory programs.....	1	17,014				
Division director.....	1	16,016				
GS-15. \$15,665 to \$19,270:	10	174,138	10	175,636	10	175,636
Acting division director.....			1	16,182	1	16,182
Area supervisor.....	2	76,253	5	81,950	5	84,556
Assistant division director.....	5	30,597	2	33,404	2	34,444
Assistant to administrator.....	1	15,059	1	16,182	1	16,702
Assistant to deputy administrator, marketing research.....	1	16,016	1	17,742	1	17,742
Branch chief.....	11	168,044	12	200,445	11	186,563
Deputy division director.....	16	250,038	17	289,115	17	289,115
Director, matching fund program.....	1	15,059	1	16,182	1	16,702
Director, operations analysis staff.....	1	14,581	1	16,182	1	16,702
Division director.....	10	161,118	8	140,296	8	140,296
Laboratory leader.....	1	16,016	1	17,722	1	17,742
Legislative liaison officer.....	1	16,973	1	18,242	1	18,762
Staff economist.....	1	15,538	2	33,404	2	33,404
GS-14. \$13,615 to \$17,215:						
Acting deputy division director.....			1	14,976	1	14,976
Administrative officer.....	4	53,954	3	43,576	3	43,576
Agricultural economist.....	1	14,560	1	15,434	1	15,434
Agricultural marketing specialist.....	3	39,394	3	42,224	3	42,224
Area chief.....			5	73,986	5	73,986
Area manager.....	4	58,656	4	62,150	4	62,150
Area supervisor.....	10	134,885	9	130,662	9	130,662
Assistant branch chief.....	13	174,737	14	201,094	13	186,576
Assistant to deputy division director.....			1	14,518	1	14,518
Assistant to division director.....	10	136,154	9	132,516	9	132,516
Branch chief.....	56	775,612	53	784,423	53	784,423
Chemist.....			1	14,082	1	14,518
Deputy division director.....	7	101,087	7	108,470	7	108,470
District supervisor.....	6	82,221	8	114,378	8	114,378
Division director.....	3	39,810				
Economist.....	1	12,854				
Entomologist.....					1	13,624
Federal-State supervisor.....	1	13,707	1	14,518	1	14,976
Marketing research analyst.....	3	41,953	4	58,574	4	58,574
Marketing specialist.....					2	27,248
Research cotton technologist.....	1	13,270	3	44,950	3	44,950
Research physicist.....	1	12,854	1	14,518	1	14,976
Research plant physiologist.....	2	26,977	3	43,118	3	43,118
Section head.....	8	109,614	8	116,188	8	116,188
Staff specialist.....	7	95,470	7	104,832	7	104,832
Statistician.....	1	13,270	1	14,082	1	14,518
Supervisory agricultural commodity grader.....	1	12,854				
GS-13. \$11,725 to \$14,805.....	324		309		301	
	3,873,170		3,891,141		3,792,877	
GS-12. \$9,980 to \$12,620.....	667		630		629	
	6,763,686		6,812,353		6,795,889	
GS-11. \$8,410 to \$10,650.....	1,330		1,094		1,089	
	11,216,223		9,888,966		9,810,806	
GS-9. \$7,030 to \$9,100.....	2,049		2,012		2,145	
	15,023,866		15,452,004		16,357,855	
GS-8. \$6,390 to \$8,280.....	17	120,701	17	125,750	17	125,750
GS-7. \$5,795 to \$7,550.....	1,169		1,113		2,276	
	6,917,163		6,984,703		13,740,491	
GS-6. \$5,235 to \$6,810.....	1,122		1,101		279	
	6,079,720		6,284,144		1,685,244	
GS-5. \$4,690 to \$6,130.....	1,329		1,104		621	
	6,468,415		5,547,447		3,145,303	
GS-4. \$4,215 to \$5,475.....	904		855		846	
	4,114,095		4,023,497		3,979,554	
GS-3. \$3,880 to \$4,900.....	586		497		497	
	2,378,048		2,056,543		2,051,553	
GS-2. \$3,620 to \$4,565.....	120	455,827	75	291,920	74	288,620
GS-1. \$3,305 to \$4,250.....	13	48,758	10	38,240	10	38,240
Rates established by act of June 20, 1958 (5 U.S.C. 1161(c)):						
Deputy administrator, marketing research.....	1	20,010	1	20,010	1	20,010
Division director.....	1	18,000	1	18,000	1	18,000
Ungraded positions at annual rates: \$13,615 or above:						
Chief, shipping point inspection.....	1	13,992	1	13,992	1	13,992
Less than \$13,615.....	179		101	619,088	101	629,188
	1,006,552					
Ungraded positions at hourly rates equivalent to less than \$13,615.....	687		601		601	
	3,217,492		2,920,667		2,980,767	
Ungraded positions at volume rates.....	12	394	13	650	13	650
Total permanent.....	10,723		9,751		9,719	
	70,813,039		68,335,142		68,843,113	
Deduct—						
Lapses.....	3,074.5		1,815.6		1,808.4	
	18,390,108		10,967,071		11,393,837	
Net savings due to lower pay scales for part of year.....		906,004		1,697,887		
Portion of salaries shown above paid:						
From other accounts.....	11.6	88,874	1.7	17,260	1.7	17,795
By States.....	7.5		26.9		26.9	
	67,831		228,051		228,051	
By cooperators.....	3.6	27,255				
Net permanent (average number, net salary):						
United States and possessions.....	7,624.8		7,905.8		7,881	
	51,320,145		55,412,051		57,190,608	
Foreign countries: U.S. rates.....	1	12,822	1	12,822	1	12,822

DEPARTMENT OF AGRICULTURE—Continued

AGRICULTURAL MARKETING SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO AGRICULTURAL MARKETING SERVICE—Con.

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Positions other than permanent:						
Temporary employment.....		\$71, 436		\$268, 144		\$234, 144
Part-time employment.....		198, 703		169, 131		182, 602
Intermittent employment.....		1, 584, 580		2, 060, 756		2, 190, 756
Other personnel compensation:						
Regular pay above 52-week base.....				402, 581		231, 581
Overtime and holiday pay.....		2, 537, 948		2, 849, 772		2, 794, 772
Nightwork differential.....		90, 513		93, 462		93, 462
Additional pay for service abroad.....		7, 664				
Cost of living allowance.....		2, 950		14, 782		14, 782
Payments to other agencies for reimbursable details.....				6, 118		6, 118
Total personnel compensation.....		55, 826, 761		61, 289, 619		62, 951, 647
Salaries and wages are distributed as follows:						
Marketing research and service:						
Direct obligations.....		29, 467, 851		31, 565, 500		32, 782, 514
Reimbursable obligations.....		602, 339		1, 089, 000		1, 083, 000
Special milk program.....		420, 435		467, 000		479, 000
School lunch program.....		912, 284		1, 034, 014		1, 072, 000
Perishable Agricultural Commodities Act fund.....		632, 971		717, 000		731, 000
Removal of surplus agricultural commodities.....		4, 066, 346		4, 880, 000		4, 792, 000
Trust funds.....		17, 149, 658		18, 843, 000		19, 389, 000
Office of Emergency Planning.....		45, 265				
Advances and reimbursements.....		2, 529, 612		2, 694, 105		2, 623, 133
Total personnel compensation.....		55, 826, 761		61, 289, 619		62, 951, 647

FOREIGN AGRICULTURAL SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO FOREIGN AGRICULTURAL SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-18. \$20,000:						
Administrator.....	1	\$20, 010	1	\$20, 010	1	\$20, 010
GS-17. \$18,000 to \$20,000:						
Agricultural attache.....	3	58, 032	3	58, 032	3	58, 032
Associate administrator.....	1	18, 013	1	18, 013	1	18, 013
General sales manager.....	1	18, 512	1	18, 512	1	18, 512
GS-16. \$16,000 to \$18,000:						
Agricultural attache.....	6	106, 081	7	122, 596	7	122, 596
Assistant administrator.....	5	86, 570	5	84, 573	5	84, 573
Barter and stockpiling manager.....	1	17, 014	1	17, 014	1	17, 014
Deputy general sales manager.....	1	18, 013	1	18, 013	1	18, 013
GS-15. \$15,665 to \$19,270:						
Agricultural attache.....	13	206, 294	14	239, 608	14	239, 608
Agricultural economist.....	2	29, 640	2	31, 366	2	31, 366
Agricultural officer.....	2	31, 865	2	31, 865	2	31, 865
Assistant agricultural attache.....	5	80, 080	3	51, 767	3	51, 767
Assistant to the administrator.....	3	48, 526	2	34, 445	2	34, 445
Assistant to barter and stockpiling manager.....	1	15, 538	1	16, 702	1	16, 702
Assistant to the general sales manager.....	5	82, 951	5	89, 170	5	89, 170
Associate division director.....	1	15, 059	1	16, 182	1	16, 182
Contract negotiator.....	1	15, 059	1	16, 182	1	16, 182
Deputy assistant administrator.....	4	66, 455	6	101, 253	6	101, 253
Deputy division director.....	1	16, 016	1	17, 222	1	17, 222
Director of statistics.....	1	16, 016	1	17, 742	1	17, 742
Division director.....	17	265, 573	17	285, 037	17	285, 037
Foreign agricultural affairs officer.....	5	81, 515	5	88, 170	5	88, 170
Project coordinator.....	2	33, 946	1	18, 342	1	18, 342
GS-14. \$13,615 to \$17,215:						
Administrative officer.....	2	28, 683	1	16, 328	1	16, 328
Agricultural attache.....	17	246, 562	19	285, 812	19	285, 812
Agricultural economist.....	1	13, 270				
Agricultural officer.....	4	56, 929	4	60, 820	4	60, 820
Assistant agricultural attache.....	7	100, 172	8	120, 724	8	120, 724
Assistant to the assistant administrator.....	1	14, 123	1	14, 976	1	14, 976
Barter program analyst.....			1	14, 082	1	14, 082
Barter specialist.....	2	28, 246	3	42, 682	3	42, 682
Branch chief.....	28	390, 889	29	426, 258	29	426, 258
Commodity industry analyst.....	1	13, 707	1	14, 518	1	14, 518
Deputy assistant administrator.....	1	14, 976				
Deputy division director.....	2	26, 540	2	28, 164	2	28, 164
Field representative.....	1	13, 270	1	14, 082	1	14, 082
Foreign agricultural affairs officer.....	1	15, 413	1	16, 328	1	16, 328
Information officer.....	3	44, 949	3	47, 632	3	47, 632
International economist.....			1	13, 624	1	13, 624
Marketing specialist.....	10	143, 415	11	162, 948	11	162, 948
Program coordinator.....	5	70, 220	5	74, 444	5	74, 444
Project coordinator.....	1	13, 270	1	14, 082	1	14, 082

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-14. \$13,615 to \$17,215—Continued						
Reports officer.....	1	\$15, 413	1	\$16, 328	1	\$16, 328
Staff assistant.....	7	97, 634	7	103, 480	7	103, 480
Textile technologist.....	1	14, 560	1	15, 870	1	15, 870
Trade promotion specialist.....	5	68, 930	6	87, 152	6	87, 152
GS-13. \$11,725 to \$14,805.....	80		84		86	
.....		961, 945		1, 054, 307		1, 077, 769
GS-12. \$9,980 to \$12,620.....	48	474, 084	49	505, 172	50	515, 156
GS-11. \$8,410 to \$10,650.....	40	337, 751	42	370, 402	42	370, 402
GS-9. \$7,030 to \$9,100.....	30	215, 284	33	247, 016	34	254, 046
GS-8. \$6,390 to \$8,290.....	12	84, 508	13	94, 718	13	94, 718
GS-7. \$5,795 to \$7,550.....	89	554, 378	95	615, 784	96	621, 587
GS-6. \$5,235 to \$6,810.....	58	337, 086	61	366, 408	61	366, 408
GS-5. \$4,690 to \$6,130.....	103	526, 520	113	574, 923	116	589, 026
GS-4. \$4,215 to \$5,475.....	53	235, 063	57	254, 460	57	254, 460
GS-3. \$3,880 to \$4,900.....	25	101, 834	19	81, 103	19	81, 103
GS-2. \$3,620 to \$4,565.....	10	37, 860	8	30, 680	8	30, 680
GS-1. \$3,305 to \$4,250.....	4	15, 040	3	11, 315	3	11, 315
Ungraded positions at annual rates:						
\$13,615 or above:						
Program specialist.....	2	29, 162	2	30, 700	2	30, 700
Less than \$13,615.....	158	469, 097	172	514, 558	172	514, 558
Total permanent.....	893	7, 125, 696	940	7, 753, 696	948	7, 814, 078
Deduct—						
Lapses.....	76.5	568, 400	48.5	421, 191	48.5	458, 978
Net savings due to lower pay scales for part of year.....		133, 272		228, 900		
Portion of salaries shown above paid from other accounts.....	.6	6, 519				
Add portion of salaries carried in other position schedules paid from this account.....	.6	5, 627				
Net permanent (average number, net salary):						
United States and possessions.....	550.1	4, 625, 868	609.6	5, 219, 255	617.6	5, 437, 150
Foreign countries:						
U.S. rates.....	119.4	1, 373, 031	121.4	1, 419, 800	121.4	1, 453, 400
Local rates.....	147	424, 233	160.5	464, 550	160.5	464, 550
Positions other than permanent:						
Temporary employment:						
United States and possessions.....		44, 304		45, 000		45, 000
Foreign countries:						
U.S. rates.....		4, 224		4, 500		4, 500
Local rates.....		2, 262		2, 300		2, 300
Part-time employment:						
United States and possessions.....		10, 588		11, 000		9, 000
Foreign countries:						
U.S. rates.....		87				
Local rates.....		2, 260		2, 200		2, 200
Intermittent employment: United States and possessions.....		29, 911		30, 000		30, 000
Other personnel compensation:						
Regular pay above 52-week base.....				50, 000		25, 000
Overtime and holiday pay.....		10, 845				
Additional pay for service abroad.....		42, 633		49, 000		52, 000
Payments to other agencies for reimbursable details.....		29, 164		25, 000		25, 000
Total personnel compensation.....		6, 599, 410		7, 322, 605		7, 550, 100
Salaries and wages are distributed as follows:						
Salaries and expenses.....		5, 326, 607		5, 945, 000		6, 158, 600
Salaries and expenses (special foreign currency program).....		149, 802		71, 205		43, 000
Advances and reimbursements.....		33, 635		37, 200		38, 100
Commodity Credit Corporation, administrative expenses.....		984, 786		1, 157, 380		1, 257, 400
Commodity Credit Corporation fund.....		49, 960		51, 320		53, 000
Removal of surplus agricultural commodities, Agricultural Marketing Service.....		54, 620		60, 500		

COMMODITY EXCHANGE AUTHORITY

SALARIES AND EXPENSES

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-17. \$18,000 to \$20,000:						
Administrator.....	1	\$19, 011	1	\$19, 510	1	\$19, 510
GS-16. \$16,000 to \$18,000:						
Deputy administrator.....	1	17, 014	1	17, 514	1	17, 514
GS-15. \$15,665 to \$19,270:						
Assistant to the administrator.....	1	15, 538	1	17, 222	1	17, 222
Division director.....	3	46, 614	3	51, 666	3	51, 666
GS-14. \$13,615 to \$17,215:						
Assistant division director.....	2	27, 830	2	29, 952	2	30, 391
Commodity exchange supervisor.....	2	26, 540	2	29, 036	2	29, 491
GS-13. \$11,725 to \$14,805.....	9	108, 464	10	127, 337	10	129, 280
GS-12. \$9,980 to \$12,620.....	10	103, 333	8	89, 482	9	101, 128

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-11. \$3,410 to \$10,650	6	\$50,190	8	\$70,990	8	\$71,822
GS-9. \$7,030 to \$9,100	13	92,707	11	85,345	13	103,087
GS-8. \$6,390 to \$8,280	1	6,718	1	7,238	1	7,238
GS-7. \$5,735 to \$7,550	9	55,870	10	65,082	9	59,260
GS-6. \$5,235 to \$6,810	13	77,191	12	74,877	12	76,106
GS-5. \$4,690 to \$6,130	15	77,248	16	86,088	17	93,169
GS-4. \$4,215 to \$5,475	23	110,259	22	108,517	23	116,105
GS-3. \$3,880 to \$4,900	13	55,993	12	53,015	12	52,855
GS-2. \$3,620 to \$4,565	2	7,988	2	8,216	2	8,320
Total permanent	124	898,508	122	941,087	126	984,164
Deduct—						
Lapses	3.7	25,323	3	19,944	3	18,600
Net savings due to lower pay scales for part of year		14,818		19,530		
Net permanent (average number, net salary)	120.3	858,367	119	901,613	123	965,564
Other personnel compensation:						
Regular pay above 52-week base				7,487		3,736
Overtime and holiday pay		890		800		600
Compensation of witnesses		4		100		100
Total personnel compensation		859,261		910,000		970,000

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$20,000:						
Administrator	1	\$20,010	1	\$20,010	1	\$20,010
GS-18. \$20,000:						
Associate administrator	1	20,010	1	20,010	1	20,010
Deputy administrator, commodity operations			1	20,010	1	20,010
Deputy administrator, State and county operations			1	20,010	1	20,010
GS-17. \$18,000 to \$20,000:						
Assistant to administrator			1	19,011	1	19,510
Confidential assistant	1	19,011	1	19,011	1	19,510
Deputy administrator, commodity operations	1	20,010				
Deputy administrator, management	1	18,512	1	19,011	1	19,510
Deputy administrator, State and county operations	1	20,010				
GS-16. \$16,000 to \$18,000:						
Assistant to administrator	1	18,013				
Assistant deputy administrator	4	69,556	4	70,056	4	70,056
Director, commodity office	4	69,056	4	70,056	4	70,056
Director, division	5	86,168	5	86,570	5	87,568
Director, policy staff	7	123,594	7	124,095	7	124,594
GS-15. \$15,665 to \$19,270:						
Area director	6	94,183	6	100,732	6	101,274
Assistant to administrator	3	48,049	5	78,585	5	78,585
Assistant to deputy administrator, commodity operations	2	32,032	1	17,742	1	17,742
Assistant deputy administrator, management	1	15,059	1	16,182	1	16,695
Assistant to deputy administrator, State and county operations	4	64,064	4	67,848	4	69,908
Assistant to division director	1	17,451	1	18,762	1	18,762
Branch office manager	3	49,961	3	53,977	3	54,720
Conservation program specialist	1	15,059	1	16,182	1	16,695
Deputy director, commodity office	8	126,692	8	137,256	8	137,680
Deputy division director	16	262,454	15	254,485	15	263,470
Deputy director, program and policy staff	7	113,631	7	121,074	7	121,074
Director, data processing center	1	15,538	1	16,702	1	16,702
Director, disaster and defense services staff	1	15,059	1	16,182	1	16,182
Director, management field office	1	16,016	1	17,222	1	17,222
Director, operations analysis staff	1	14,580	1	15,683	1	15,683
Division director	7	110,655	8	125,709	8	137,224
Staff assistant	5	85,822	5	85,822	5	85,822
GS-14. \$13,615 to \$17,215:						
Accountant	11	153,697	11	162,926	11	166,960
Agricultural economist	1	14,123	1	14,976	1	14,976
Assistant branch office manager	1	14,123	1	14,976	1	14,976
Assistant to administrator	1	13,270	1	14,082	1	14,082
Assistant to director, commodity office	11	151,568	11	161,924	11	161,924
Assistant to division director	8	118,081	5	78,478	5	78,478
Branch chief	38	520,198	30	439,620	30	439,620
Claims examiner	1	14,560	1	15,434	1	15,870
Committee management officer	1	16,266	1	17,222	1	17,222
Conservation program specialist	1	14,123	1	14,976	1	14,976
Coordinator, defense services staff	6	84,778	6	89,856	6	89,856
Deputy area director	6	82,637	6	87,610	6	89,398
Deputy director, data processing center	2	26,124	2	28,600	2	29,494

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-14. \$13,615 to \$17,215:						
Deputy division director	6	\$89,024	6	\$183,372	6	\$184,192
Director, cotton products and export operations office	1	14,560	1	15,434	1	15,434
Division chief, commodity office	18	245,352	18	266,278	18	266,278
Division chief, data processing center	5	65,934	5	69,989	5	69,989
Division chief, management field office	3	41,516	3	43,949	3	43,949
Information officer	1	16,245	1	17,222	1	17,222
Industrial specialist	3	43,659	3	47,966	3	48,536
Labor specialist	1	13,707	1	14,518	1	14,976
Management analysis officer	1	13,270	1	14,082	1	14,518
Management analyst	2	28,246	2	29,952	2	30,810
Public information specialist	1	13,270	1	14,082	1	14,518
Regional liaison representative	1	14,560	1	15,434	1	15,870
Staff assistant	28	394,618	26	391,230	26	391,230
State executive director	23	304,411	26	372,619	26	372,619
Marketing specialist	9	123,680	9	130,314	9	130,314
GS-13. \$11,725 to \$14,805:	228		296		280	
		2,729,994		3,740,568		3,610,850
GS-12. \$9,980 to \$12,620:	359		455		419	
		3,693,810		4,911,630		4,523,105
GS-11. \$8,410 to \$10,650:	721		567		536	
		6,217,501		5,183,423		4,900,021
GS-10. \$7,690 to \$9,985:		6,47,257		5,42,142		5,42,142
GS-9. \$7,030 to \$9,100:	635		611		557	
		4,687,646		4,849,507		4,420,909
GS-8. \$6,390 to \$8,280:	54	363,610	58	403,412	55	382,525
GS-7. \$5,795 to \$7,550:	550		536		520	
		3,372,533		3,559,917		3,410,093
GS-6. \$5,235 to \$6,810:	155		160		150	
		952,978		1,002,593		939,900
GS-5. \$4,690 to \$6,130:	797		771		740	
		4,200,555		4,187,447		4,018,940
GS-4. \$4,215 to \$5,475:	1,342		1,126		1,056	
		6,319,207		5,514,946		5,057,913
GS-3. \$3,880 to \$4,900:	1,419		1,407		1,322	
		6,220,288		6,289,599		5,927,752
GS-2. \$3,620 to \$4,565:	168	671,105	165	676,104	160	657,904
GS-1. \$3,305 to \$4,250:	1	3,994	1	4,056	1	4,056
Ungraded positions at hourly rates equivalent to less than \$13,615:	83	424,343	70	366,553	70	366,553
Total permanent	6,804		6,505		6,148	
		44,130,676		45,146,972		42,717,564
Deduct—						
Lapses	648.6		228.6		215.3	
		3,141,006		1,602,555		687,232
Portion of salaries shown above paid from other accounts	13.3	72,727				
Net savings due to lower pay scales for part of year		667,552		658,260		
Net permanent (average number, net salary): United States and possessions	6,142.1		6,276.4		5,932.7	
		40,249,391		42,886,157		42,030,332
Positions other than permanent:						
Temporary employment: United States and possessions	1,926,845		1,181,391		1,181,391	
Part-time employment	18,291		18,950		18,950	
Intermittent and other	1,025,964		2,086,935		1,959,659	
Other personnel compensation:						
Regular pay above 52-week base				331,892		161,655
Overtime and holiday pay	1,123,881			858,600		814,164
Nightwork differential	25,678			25,895		25,895
Additional pay for service abroad	83,737			87,403		87,403
Total		44,453,787		47,477,223		46,279,449

FEDERAL CROP INSURANCE CORPORATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FEDERAL CROP INSURANCE CORPORATION

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$16,000:						
Manager	1	\$19,000	1	\$19,000	1	\$19,000
GS-16. \$16,000 to \$18,000:						
Assistant manager	1	16,016	1	16,515	1	17,014
GS-15. \$15,665 to \$19,270:						
Administrative officer	1	16,973	1	18,242	1	18,242
Area director			4	68,889	4	69,388
Division director	4	63,106	6	100,233	6	103,312
GS-14. \$13,615 to \$17,215:						
Administrative officer	1	15,829	1	17,222	1	17,222
Area director	4	59,488				
Assistant division director	4	54,370	5	71,740	5	73,528
Branch manager	1	14,123	1	14,976	1	15,434
Chief budget officer			1	13,624	1	14,082
Division director	2	27,393				
Loss adjustment specialist (legal)	1	14,123	1	14,976	1	15,434
Program operations officer	1	13,270	1	14,518	1	14,518
Research program specialist			1	13,624	1	14,082
Supervisory accountant			1	14,976	1	14,976
Supervisory agriculturist	1	13,270	1	14,518	1	14,976
GS-13. \$11,725 to \$14,805:	42	491,195	39	487,383	42	532,229
GS-12. \$9,980 to \$12,620:	22	217,781	19	199,660	37	382,388

DEPARTMENT OF AGRICULTURE—Continued

FEDERAL CROP INSURANCE CORPORATION—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FEDERAL CROP INSURANCE CORPORATION—Continued

	1963 actual	1964 estimate	1965 estimate
Grades and ranges—Continued			
GS-11. \$8,410 to \$10,650.....	88 \$753,520	93 \$835,912	87 \$788,339
GS-9. \$7,030 to \$9,100.....	40 282,948	45 332,191	34 259,665
GS-7. \$5,795 to \$7,550.....	79 465,331	76 467,615	88 560,945
GS-6. \$5,235 to \$6,810.....	8 44,367	8 45,469	8 44,957
GS-5. \$4,690 to \$6,130.....	73 363,374	77 395,186	59 293,612
GS-4. \$4,215 to \$5,475.....	98 442,702	102 475,238	96 456,068
GS-3. \$3,880 to \$4,900.....	98 412,068	83 350,759	75 318,035
GS-2. \$3,620 to \$4,565.....	44 169,433	92 347,048	93 359,216
GS-1. \$3,305 to \$4,250.....	2 7,093	3 10,233	2 6,926
Total permanent.....	616 3,976,773	663 4,359,747	647 4,423,588
Deduct—			
Lapses.....	97.2 599,248	51.0 286,847	11.7 144,288
Net savings due to lower pay scales for part of the year.....	51,303	86,700	-----
Portion of salaries shown above paid from other accounts.....	.1 976	.1 1,200	-----
Net permanent (average number, net salary).....	518.7 3,325,246	611.9 3,985,000	635.3 4,279,300
Positions other than permanent:			
Temporary employment.....	107,038	67,000	63,000
Part-time employment.....	51,702	66,500	68,500
Intermittent employment.....	1,926,896	1,752,500	1,763,800
Other personnel compensation:			
Regular pay above 52-week base.....	-----	30,000	16,000
Overtime and holiday pay.....	29,450	55,000	-----
Total personnel compensation.....	5,440,332	5,956,000	6,190,600
Salaries and wages are distributed as follows:			
Administrative and operating expenses.....	4,182,444	4,368,000	4,449,600
Federal Crop Insurance Corporation Fund.....	1,251,735	1,588,000	1,741,000
Advances and reimbursements.....	6,153	-----	-----

RURAL ELECTRIFICATION ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO RURAL ELECTRIFICATION ADMINISTRATION

	1963 actual	1964 estimate	1965 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$18,000:			
Administrator.....	1 \$20,010	1 \$20,010	1 \$20,010
GS-17. \$18,000 to \$20,000:			
Deputy administrator.....	1 18,512	1 19,011	1 19,510
GS-16. \$16,000 to \$18,000:			
Assistant administrator.....	3 49,545	3 51,042	3 52,542
Director of division.....	1 16,515	1 17,014	1 17,514
GS-15. \$15,665 to \$19,270:			
Area director.....	10 152,500	10 168,040	10 172,700
Assistant to administrator.....	1 15,059	3 49,087	3 50,626
Assistant director of division.....	2 31,366	2 31,366	2 32,364
Controller.....	1 16,973	1 18,762	1 18,762
Deputy assistant administrator.....	2 30,596	2 33,924	2 34,444
Director of division.....	8 130,996	7 125,174	7 127,234
Legislative consultant.....	1 16,016	1 17,222	1 17,742
Program director.....	1 15,059	1 15,683	1 16,182
Program officer.....	1 16,494	1 17,742	1 18,242
GS-14. \$13,615 to \$17,215:			
Assistant director of division.....	4 55,244	2 27,248	2 27,248
Branch chief.....	56 766,751	56 822,234	56 841,362
Engineer, architectural.....	1 13,707	1 14,976	1 14,976
Engineer, electrical.....	9 122,468	10 143,022	10 145,704
Labor relations adviser.....	1 13,270	1 14,518	1 14,976
Loan reviewer.....	1 13,270	1 14,518	1 14,976
Operations specialist.....	1 12,854	1 14,082	1 14,518
Program development and loans specialist.....	1 13,270	-----	-----
Program officer.....	1 14,123	1 14,976	1 15,434
Rural area development specialist.....	4 53,101	4 58,094	4 59,446
Technical assistance specialist.....	1 14,123	1 15,434	1 15,434
GS-13. \$11,725 to \$14,805.....	109 1,299,738	115 1,463,347	122 1,571,745

	1963 actual	1964 estimate	1965 estimate
Grades and ranges—Continued			
GS-12. \$9,980 to \$12,620.....	264 \$2,825,151	272 \$3,082,065	273 \$3,126,282
GS-11. \$8,410 to \$10,650.....	111 968,708	108 1,001,606	109 1,023,947
GS-9. \$7,030 to \$9,100.....	62 452,125	65 503,759	67 529,363
GS-8. \$6,390 to \$8,280.....	3 20,362	3 21,714	3 21,922
GS-7. \$5,795 to \$7,550.....	89 558,283	100 662,922	103 691,718
GS-6. \$5,235 to \$6,810.....	74 422,810	74 439,582	74 446,537
GS-5. \$4,690 to \$6,130.....	94 477,141	94 493,647	101 535,963
GS-4. \$4,215 to \$5,475.....	56 248,341	61 278,990	79 355,405
GS-3. \$3,880 to \$4,900.....	41 167,616	33 139,847	22 96,953
GS-2. \$3,620 to \$4,565.....	1 3,577	1 3,640	1 3,744
Ungraded positions at hourly rates equivalent to less than \$13,615.....	2 7,862	2 7,862	2 7,862
Total permanent.....	1,017 9,042,170	1,040 9,822,160	1,068 10,173,387
Deduct—			
Lapses.....	43.8 344,295	61.0 510,935	72.3 702,392
Portion of salaries shown above paid from other accounts.....	2.4 26,105	2.4 27,265	2.4 27,940
Net savings due to lower pay scales for part of year.....	163,496	224,500	-----
Net permanent (average number, net salary).....	970.8 8,508,274	976.6 9,059,460	993.3 9,443,055
Positions other than permanent: Intermittent employment.....	42,622	45,000	45,000
Other personnel compensation:			
Regular pay above 52-week base.....	-----	67,740	37,140
Overtime and holiday pay.....	4,344	4,500	4,500
Post differentials and cost-of-living allowances.....	4,854	6,000	6,000
Total personnel compensation.....	8,560,094	9,182,700	9,535,695
Salaries and wages are distributed as follows:			
Salaries and expenses, Rural Electrification Administration.....	\$8,277,421	\$8,903,925	\$9,248,980
Advances and Reimbursements, Rural Electrification Administration.....	282,673	278,775	286,715

FARMERS HOME ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FARMERS HOME ADMINISTRATION

	1963 actual	1964 estimate	1965 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$18,000:			
Administrator.....	1 \$19,011	1 \$19,011	1 \$19,011
GS-17. \$18,000 to \$20,000:			
Deputy administrator.....	1 18,512	1 19,011	1 19,510
GS-16. \$16,000 to \$18,000:			
Assistant administrator.....	4 68,057	4 69,056	4 73,555
Director of division.....	-----	1 16,515	1 17,014
GS-15. \$15,665 to \$19,270:			
Assistant to the administrator.....	3 45,177	3 49,087	3 50,127
Deputy assistant administrator.....	1 16,016	1 17,222	1 17,222
Director of division.....	11 168,522	9 150,724	9 155,684
GS-14. \$13,615 to \$17,215:			
Agricultural engineer.....	2 26,977	2 29,058	2 29,952
Assistant director of division.....	6 81,784	6 87,610	6 89,878
Assistant to the administrator.....	5 68,098	4 58,530	4 60,362
Information specialist.....	2 26,124	2 28,600	2 29,494
Loan officer.....	15 205,442	13 187,492	14 203,340
State director.....	41 547,227	41 595,938	41 611,268
State director at large.....	3 41,100	3 44,906	3 45,822
GS-13. \$11,725 to \$14,805.....	66 787,029	73 906,248	73 926,471
GS-12. \$9,980 to \$12,620.....	116 1,194,725	121 1,320,312	126 1,404,100
GS-11. \$8,410 to \$10,650.....	414 3,725,665	445 4,193,171	445 4,244,900
GS-9. \$7,030 to \$9,100.....	1,296 9,900,583	1,369 11,141,424	1,455 11,986,421
GS-8. \$6,390 to \$8,280.....	3 22,382	3 23,586	3 23,586
GS-7. \$5,795 to \$7,550.....	748 4,675,527	745 4,870,637	817 5,426,254
GS-6. \$5,235 to \$6,810.....	56 319,548	61 380,865	61 381,867
GS-5. \$4,690 to \$6,130.....	256 1,330,551	211 1,143,080	212 1,163,269
GS-4. \$4,215 to \$5,475.....	1,671 8,133,129	1,816 8,981,402	1,926 9,551,330
GS-3. \$3,880 to \$4,900.....	369 1,564,772	290 1,267,816	275 1,216,580
GS-2. \$3,620 to \$4,565.....	20 74,051	8 29,432	8 30,264
Ungraded positions at hourly rates equivalent to less than \$13,615.....	5 27,559	5 27,853	5 27,853
Total permanent.....	5,115 33,087,568	5,238 35,658,586	5,498 37,805,134

	1963 actual	1964 estimate	1965 estimate
	Num-ber Total salary	Num-ber Total salary	Num-ber Total salary
Deduct—			
Lapses.....	204.6	131.3	221.2
	\$1,490,475	\$1,166,913	\$795,690
Net savings due to lower pay scales for part of year.....	490,500	772,618	
Portion of salaries shown above paid from other accounts.....	.2 1,946	.6 6,177	.3 1,400
Add portion of salaries carried in other position schedules paid from this account.....	.7 10,675	.3 4,013	.3 4,819
Net permanent (average number, net salary).....	4,910.9	5,106.4	5,276.8
	31,115,322	33,716,891	37,012,863
Positions other than permanent:			
Temporary employment.....	328,189	405,000	640,000
Part-time employment.....	98,297	65,000	70,000
Intermittent employment.....	645,912	688,000	760,000
Other personnel compensation:			
Regular pay above 52-week base.....		257,328	143,506
Overtime and holiday pay.....	33,144	16,000	16,000
Cost-of-living-allowance.....	80,202	63,200	78,250
Total personnel compensation.....	32,301,066	35,211,419	38,720,619
Salaries and wages are distributed as follows:			
Salaries and expenses.....	\$28,138,809	\$30,651,000	\$33,805,000
Emergency credit revolving fund.....	3,550,979	3,683,200	3,775,000
State rural rehabilitation funds.....	95,369	94,500	94,500
Advances and reimbursements.....	364,447	505,900	481,200
Watershed protection, Soil Conservation Service.....	95,338	172,800	259,200
Flood prevention, Soil Conservation Service.....	56,124	46,400	46,400
Rural renewal.....		57,619	129,219
Resource and conservation development projects, Soil Conservation Service.....			130,100

OFFICE OF RURAL AREAS DEVELOPMENT

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO OFFICE OF RURAL AREAS DEVELOPMENT

	1963 actual	1964 estimate	1965 estimate
	Num-ber Total salary	Num-ber Total salary	Num-ber Total salary
Grades and ranges:			
GS-17. \$18,000 to \$20,000:			
Director, rural areas development.....	1 \$18,013	1 \$18,512	1 \$19,011
GS-15. \$15,665 to \$19,270:			
Assistant director.....	2 31,554	2 34,964	2 34,964
Assistant director, recreational activities.....	1 16,494	1 17,742	1 17,742
Assistant to director of rural areas development.....	1 15,059	1 16,702	1 16,702
Field representative.....	6 91,312	5 84,531	5 84,531
GS-14. \$13,615 to \$17,215:			
Administrative officer.....	1 12,854	2 28,142	2 28,142
Analyst.....	1 13,707		
Field representative.....	1 12,854	1 13,624	1 13,624
GS-13. \$11,725 to \$14,805.....	3 33,863	5 60,215	5 60,590
GS-12. \$9,980 to \$12,620.....	1 9,797		
GS-9. \$7,030 to \$9,100.....	1 6,677	1 7,280	1 7,280
GS-7. \$5,795 to \$7,550.....	13 77,899	13 83,076	13 83,446
GS-4. \$4,215 to \$5,475.....		2 9,568	2 9,568
Total permanent.....	32 340,083	34 374,356	34 375,600
Deduct—			
Lapses.....	8.4 85,315		
Net savings due to lower pay scales for part of year.....	5,458	6,004	
Add salary adjustment in excess of lapses.....		706	2,258
Net permanent (average number, net salary).....	23.6 249,310	34.0 369,058	34.0 377,858
Positions other than permanent: Intermittent employment.....	.4 5,608	.5 7,600	.5 7,600
Other personnel compensation:			
Regular pay above 52-week base.....		3,047	1,697
Payments to other agencies for reimbursable details.....	12,791	13,120	9,670
Total personnel compensation.....	267,709	392,825	396,825
Salaries and wages are distributed as follows:			
Salaries and expenses.....	43,134	95,000	99,000
Advances and reimbursements.....	220,327	290,000	290,000
Acceleration of Public Works.....	4,248	7,825	7,825

OFFICE OF THE INSPECTOR GENERAL

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO OFFICE OF THE INSPECTOR GENERAL

	1963 actual	1964 estimate	1965 estimate
	Num-ber Total salary	Num-ber Total salary	Num-ber Total salary
Grades and ranges:			
GS-18. \$20,000:			
Inspector general.....	1 \$20,010	1 \$20,010	1 \$20,010
GS-16. \$16,000 to \$18,000:			
Assistant inspector general.....		1 16,016	1 16,016
GS-15. \$15,665 to \$19,270:			
Deputy inspector general.....	3 45,656	3 50,106	3 50,106
Program director.....	8 131,479	8 141,876	8 141,876
Regional inspector general.....	2 30,597	6 100,753	6 100,753
GS-14. \$13,615 to \$17,215:			
Executive assistant.....	1 12,854	1 14,082	1 14,082
Inspector.....	40 565,109	40 581,321	40 581,321
GS-13. \$11,725 to \$14,805.....	68 825,860	69 880,784	69 880,784
GS-12. \$9,980 to \$12,620.....	110	113	113
GS-11. \$8,410 to \$10,650.....	193	196	196
GS-9. \$7,030 to \$9,100.....	170	177	177
GS-7. \$5,795 to \$7,550.....	101	107	107
GS-6. \$5,235 to \$6,810.....	34 197,833	35 212,138	35 212,138
GS-5. \$4,690 to \$6,130.....	48 235,328	54 270,135	54 270,135
GS-4. \$4,215 to \$5,475.....	79 355,846	76 351,970	76 351,970
GS-3. \$3,880 to \$4,900.....	37 151,458	37 154,517	37 154,517
Total permanent.....	895 7,197,514	924 7,772,951	924 7,772,951
Deduct—			
Lapses.....	84.8 782,755	76.7 728,292	76.7 574,427
Net savings due to lower pay scales for part of year.....	60,938	110,262	
Add portion of salaries shown in other position schedules paid from this account.....	13.8 77,843		
Net permanent (average number, net salary).....	824.0 6,431,664	847.3 6,934,397	847.3 7,198,524
Positions other than permanent:			
Temporary employment.....	4.3 19,621	5.0 20,000	5.0 20,000
Intermittent employment.....	0.2 667		
Other personnel compensation:			
Regular pay above 52-week base.....		58,943	30,355
Overtime and holiday pay.....	56,069	7,500	7,500
Post differentials and cost-of-living allowances.....	1,662		
Payments to other agencies for reimbursable details.....	3,332		
Total personnel compensation.....	828.5 6,513,015	852.3 7,020,840	852.3 7,256,379

OFFICE OF THE GENERAL COUNSEL

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM ACCOUNTS OF THE OFFICE OF THE GENERAL COUNSEL

	1963 actual	1964 estimate	1965 estimate
	Num-ber Total salary	Num-ber Total salary	Num-ber Total salary
Grades and ranges:			
Special positions at rates equal to or in excess of \$20,000:			
General counsel.....	1 \$20,010	1 \$20,010	1 \$20,010
GS-18. \$20,000:			
Deputy general counsel.....	1 20,010	1 20,010	1 20,010
GS-16. \$16,000 to \$18,000:			
Assistant general counsel.....	3 53,540	3 54,039	3 54,039
Director, legal division.....	2 34,528	2 35,028	2 35,527
GS-15. \$15,665 to \$19,270:			
Attorney.....	8 120,952	8 130,538	8 135,136
Director, legal division.....	7 112,101	7 122,614	7 124,174
Regional attorney.....	8 125,736	8 136,736	8 140,876
GS-14. \$13,615 to \$17,215:			
Attorney.....	51 695,434	51 752,477	51 769,620
Executive assistant to the general counsel.....	1 14,123	1 15,434	1 15,434
GS-13. \$11,725 to \$14,805.....	54 665,755	51 668,927	51 676,352
GS-12. \$9,980 to \$12,620.....	29 288,516	29 312,128	29 318,778
GS-11. \$8,410 to \$10,650.....	18 155,782	18 164,195	18 168,356
GS-9. \$7,030 to \$9,100.....	19 130,305	22 157,618	22 162,679
GS-7. \$5,795 to \$7,550.....	18 112,400	18 120,399	18 121,515
GS-6. \$5,235 to \$6,810.....	28 164,277	25 153,358	25 154,919
GS-5. \$4,690 to \$6,130.....	57 292,323	57 303,550	57 308,206
GS-4. \$4,215 to \$5,475.....	63 284,187	65 302,697	65 310,453
GS-3. \$3,880 to \$4,900.....	10 40,101	10 41,451	10 42,179
Total permanent.....	378 3,330,080	377 3,511,209	377 3,578,263

DEPARTMENT OF AGRICULTURE—Continued

OFFICE OF THE GENERAL COUNSEL—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM
ACCOUNTS OF THE OFFICE OF THE GENERAL COUNSEL—Continued

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Deduct—						
Lapses	22	\$207,081	19	\$177,473	19	\$178,701
Net savings due to lower pay scales for part of year		64,257		104,780		
Net permanent (average number, net salary)	356	3,058,742	358	3,228,956	358	3,399,562
Positions other than permanent:						
Temporary employment		6,677		2,000		1,000
Part-time employment		12,636		16,841		11,482
Intermittent employment		3,160		2,364		1,200
Other personnel compensation:						
Regular pay above 52-week base				25,578		13,289
Overtime and holiday pay		1,231		750		
Post differentials and cost-of-living allowances		3,241		3,576		3,532
Total personnel compensation		3,085,687		3,280,065		3,430,065
Salaries and wages are distributed as follows:						
Salaries and expenses		3,019,157		3,196,065		3,343,065
Advances and reimbursements		1,128				
Emergency credit revolving fund, Farmers Home Administration		10,880		18,000		20,000
Expenses, Agricultural Stabilization and Conservation Service		54,522		66,000		67,000

OFFICE OF INFORMATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM
FUNDS AVAILABLE TO OFFICE OF INFORMATION

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-17. Range \$18,000 to \$20,000:						
Director of information	1	\$19,011	1	\$19,011	1	\$19,510
GS-16. Range \$16,000 to \$18,000:						
Deputy director of information	1	16,016	1	16,515	1	17,014
GS-15. Range \$15,665 to \$19,270:						
Assistant director of information	2	31,554	1	18,242	1	18,242
GS-14. Range \$13,615 to \$17,215:						
Chief of division	7	100,172	8	121,360	8	120,702
Editor of yearbook	1	14,560	1	15,434	1	15,434
Executive assistant to the director	1	14,123	1	14,976	1	14,976
GS-13. Range \$11,725 to \$14,805:						
Information specialist	19	229,989	19	238,385	19	241,071
GS-12. Range \$9,980 to \$12,620:						
Information specialist	26	261,046	26	280,509	26	283,524
GS-11. Range \$8,410 to \$10,650:						
Information specialist	19	159,641	20	178,193	20	182,037
GS-9. Range \$7,030 to \$9,100:						
Information specialist	26	189,011	26	202,095	26	203,446
GS-8. Range \$6,390 to \$8,280:						
Information specialist	1	7,530	1	7,862	1	7,862
GS-7. Range \$5,795 to \$7,550:						
Information specialist	36	224,832	35	224,159	35	226,989
GS-6. Range \$5,235 to \$6,810:						
Information specialist	10	58,260	10	59,237	10	59,738
GS-5. Range \$4,690 to \$6,130:						
Information specialist	36	183,265	36	189,091	36	190,470
GS-4. Range \$4,215 to \$5,475:						
Information specialist	31	140,189	31	146,332	31	147,763
GS-3. Range \$3,880 to \$4,900:						
Information specialist	25	101,833	24	99,057	24	99,057
GS-2. Range \$3,620 to \$4,565:						
Information specialist	4	14,312	4	14,560	4	14,560
Ungraded positions at hourly rates equivalent to less than \$13,615	7	37,835	7	37,835	7	37,835
Total permanent	253	1,803,179	252	1,882,853	252	1,900,230
Deduct—						
Lapses	22.3	125,403	12.0	94,667	12.0	110,442
Net savings due to lower pay scales for part of year		12,362		21,398		
Portion of salaries shown above paid from other accounts	1.3	6,763				
Net permanent (average number, net salary)	229.4	1,658,651	240	1,766,788	240	1,789,788
Positions other than permanent: Temporary employment		11,057		6,000		6,000
Other personnel compensation:						
Regular pay in excess of 52-week base				15,000		8,000
Overtime and holiday pay		24,851		15,000		30,000
Payments to other agencies for reimbursable details		21,061				
Deduct excess of annual leave taken over leave earned		-428				
Total personnel compensation		1,715,192		1,802,788		1,833,788
Salaries and wages distributed as follows:						
Salaries and expenses		796,955		881,000		894,000
Advances and reimbursements		39,556		22,000		22,000
Great Plains conservation program, Soil Conservation Service		6,122		9,000		9,000
Working capital fund, Department of Agriculture		872,559		890,788		908,788

NATIONAL AGRICULTURAL LIBRARY

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM
FUNDS AVAILABLE TO THE NATIONAL AGRICULTURAL LIBRARY

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-16. \$16,000 to \$18,000:						
Director	1	\$17,514	1	\$17,514	1	\$18,013
GS-14. \$13,615 to \$17,215:						
Assistant director	3	39,394	4	56,742	4	58,552
GS-13. \$11,725 to \$14,805:						
Information specialist	7	80,705	8	98,093	8	100,855
GS-12. \$9,980 to \$12,620:						
Information specialist	5	50,566	5	51,251	6	63,898
GS-11. \$8,410 to \$10,650:						
Information specialist	23	198,241	31	277,264	32	290,656
GS-9. \$7,030 to \$9,100:						
Information specialist	21	151,552	26	199,431	24	188,680
GS-8. \$6,390 to \$8,280:						
Information specialist	1	6,302	1	6,822	1	7,030
GS-7. \$5,795 to \$7,550:						
Information specialist	13	78,253	12	78,790	12	80,391
GS-6. \$5,235 to \$6,810:						
Information specialist	7	39,770	4	24,668	4	25,189
GS-5. \$4,690 to \$6,130:						
Information specialist	22	115,065	23	122,453	23	124,740
GS-4. \$4,215 to \$5,475:						
Information specialist	30	140,041	33	158,202	33	160,845
GS-3. \$3,880 to \$4,900:						
Information specialist	40	161,943	46	189,940	47	196,638
GS-2. \$3,620 to \$4,565:						
Information specialist	8	29,352	7	26,416	6	23,296
Total permanent	181	1,108,698	201	1,307,586	201	1,338,786
Deduct—						
Lapses	31.7	171,672	33.1	177,797	32.3	202,127
Net savings due to lower pay scales for part of year		17,273		25,594		
Add portion of salaries carried in other position schedules paid from this account	0.5	3,496				
Net permanent (average number, net salary)	149.8	923,249	167.9	1,104,195	168.7	1,136,659
Positions other than permanent: Temporary employment		18,051		7,000		7,000
Other personnel compensation:						
Regular pay above 52-week base				8,800		5,441
Overtime and holiday pay		771		1,000		1,000
Payments to other agencies for reimbursable details		3,174		3,000		
Add excess of annual leave earned over leave taken		922				
Total personnel compensation		946,167		1,123,995		1,150,100
Salaries and wages are distributed as follows:						
Salaries and expenses		853,920		1,020,840		1,040,000
Advances and reimbursements		55,480		76,302		78,610
Working capital fund, Department of Agriculture		28,513		26,853		31,490
Miscellaneous contributed funds		8,254				

OFFICE OF MANAGEMENT SERVICES

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM
FUNDS AVAILABLE TO OFFICE OF MANAGEMENT SERVICES

	1963 actual		1964 estimate		1965 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-16. \$16,000 to \$18,000:						
Director	1	\$16,515	1	\$17,014	1	\$17,514
GS-15. \$15,665 to \$19,270:						
Division chief	4	60,236	4	66,808	4	68,888
GS-14. \$13,615 to \$17,215:						
Assistant to the director	1	12,854	1	14,082	1	14,518
Branch chief	9	119,472	8	114,858	8	117,976
Information specialist	1	13,270	1	14,518	1	14,976
GS-13. \$11,725 to \$14,805:						
Information specialist	14	161,763	17	213,719	17	225,590
GS-12. \$9,980 to \$12,620:						
Information specialist	18	182,025	17	183,829	19	214,151
GS-11. \$8,410 to \$10,650:						
Information specialist	27	235,269	28	259,794	30	289,120
GS-9. \$7,030 to \$9,100:						
Information specialist	26	192,387	27	208,123	28	219,116
GS-8. \$6,390 to \$8,280:						
Information specialist	2	14,040	2	14,892	2	14,892
GS-7. \$5,795 to \$7,550:						
Information specialist	46	289,468	56	357,114	55	346,145
GS-6. \$5,235 to \$6,810:						
Information specialist	10	55,224	9	52,810	9	54,727
GS-5. \$4,690 to \$6,130:						
Information specialist	65	288,916	68	306,573	57	296,007
GS-4. \$4,215 to \$5,475:						
Information specialist	45	208,806	47	218,522	45	203,503
GS-3. \$3,880 to \$4,900:						
Information specialist	40	160,860	44	186,217	47	192,398
GS-2. \$3,620 to \$4,565:						
Information specialist	23	86,222	22	86,320	26	99,400
GS-1. \$3,305 to \$4,250:						
Information specialist	7	25,040	9	31,261	9	30,021
Ungraded positions at hourly rates equivalent to less than \$13,615	10	35,340	9	34,192	9	34,192
Total permanent	339	2,159,707	360	2,380,646	368	2,453,134
Deduct—						
Lapses	29.0	185,398	11	43,849	14	93,138
Net savings due to lower pay scales for part of year		32,400		45,757		
Portion of salaries shown above paid from other accounts	2.2	13,519	5	33,040	6	37,996
Add portion of salaries shown in other position schedules paid from this account	37.2	243,287				
Net permanent (average number, net salary)	345.0	2,171,677	344	2,253,000	348	2,322,000

	1963 actual	1964 estimate	1965 estimate
Other personnel compensation:			
Regular pay above 52-week base.....		\$17,530	\$9,500
Overtime and holiday pay.....	\$29,249	28,470	25,500
Total personnel compensation.....	2,200,926	2,304,000	2,357,000

GENERAL ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO GENERAL ADMINISTRATION

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$20,000:						
Secretary of Agriculture.....	1	\$25,000	1	\$25,000	1	\$25,000
Under secretary of Agriculture.....	1	21,000	1	21,000	1	21,000
Assistant secretary of Agriculture.....	3	60,030	3	60,030	3	60,030
Administrative assistant secretary.....	1	19,011	1	19,011	1	19,011
GS-18, \$20,000:						
Confidential assistant to the secretary.....	1	20,010	1	20,010	1	20,010
Confidential assistant to the under secretary.....	1	20,010	1	20,010	1	20,010
Director, agricultural economics.....	1	20,010	1	20,010	1	20,010
Director, science and education.....	1	20,010	1	20,010	1	20,010
Executive assistant, chief of staff.....	1	20,010	1	20,010	1	20,010
GS-17, \$18,000 to \$20,000:						
Assistant to the secretary.....	2	37,024	2	38,022	2	39,020
Director of finance and budget officer.....	1	19,510	1	19,510	1	20,010
Director, management appraisal and systems development.....	1	18,512	1	19,011	1	19,510
Director of personnel.....	1	18,512	1	19,011	1	19,510
Judicial officer.....	1	19,510	1	20,010	1	20,010
GS-16, \$16,000 to \$18,000:						
Assistant director, management appraisal and systems development.....	1	16,515	1	17,014	1	17,514
Assistant to the secretary.....	2	33,030	2	34,029	2	34,528
Confidential assistant to the secretary.....	2	34,528	2	34,528	2	34,528
Deputy assistant secretary.....	1	16,016	1	16,016	1	16,016
Deputy director, budget and finance.....	1	17,014	1	17,514	1	17,514
Deputy director of personnel.....	1	17,014	1	17,014	1	17,014
Deputy of plant and operations.....	1	17,514	1	17,514	1	18,013
Hearing examiner.....	4	72,052	4	72,052	4	72,052
GS-15, \$15,665 to \$19,270:						
Administrative assistant.....	4	60,715	5	82,512	6	101,774
Assistant director of budget and finance.....	1	16,494	1	18,242	1	18,242
Assistant director of personnel.....	1	16,016	1	17,222	1	17,222
Assistant director of plant and operations.....	3	46,135	3	51,146	3	51,666
Assistant to the director of budget and finance.....	2	30,597	2	33,404	2	34,444
Assistant to the judicial officer.....	1	15,059	1	16,702	1	17,222
Chief of division, budget and finance.....	1	15,059	1	16,702	1	17,222
Personnel management specialist.....	1	15,059	1	16,702	1	17,222
Hearing examiner.....	5	83,430	1	17,222	1	17,222
Management analyst.....	2	29,640	2	32,884	2	33,924
Medical officer.....	1	16,494	1	19,282	1	19,282
GS-14, \$13,615 to \$17,215:						
Administrative assistant.....	1	14,123	2	28,600	3	42,224
Administrative officer.....	1	14,976	1	15,870	1	15,870
Assistant to the director of personnel.....	3	43,243	3	46,738	3	47,610
Budget analyst.....	1	13,270	1	14,518	1	14,976
Chief of division, budget and finance.....	3	45,365	3	48,548	3	49,006
Chief of division, personnel.....	5	66,829	5	73,528	5	74,444
Chief of division, plant and operations.....	5	68,077	5	73,964	5	75,774
Director, management data service center.....	1	14,123	1	15,434	1	15,870
Management analyst.....	1	13,270	1	14,518	1	14,976
Program and budget examiner.....	3	39,831	3	43,598	3	44,470
Personnel management specialist.....	1	12,854	1	14,082	1	14,518
GS-13, \$11,725 to \$14,805:						
GS-12, \$9,980 to \$12,620:						
GS-11, \$8,410 to \$10,650:						
GS-10, \$7,690 to \$9,985:						
GS-9, \$7,030 to \$9,100:						
GS-8, \$6,390 to \$8,280:						
GS-7, \$5,795 to \$7,550:						
GS-6, \$5,235 to \$6,810:						
GS-5, \$4,690 to \$6,130:						
GS-4, \$4,215 to \$5,475:						
GS-3, \$3,880 to \$4,900:						
GS-2, \$3,620 to \$4,565:						
GS-1, \$3,305 to \$4,250:						
Ungraded positions at hourly rates equivalent to less than \$13,615.....	101	540,137	113	606,738	113	608,369
Total permanent.....	586	4,273,634	707	5,183,901	777	5,599,686
Deduct—						
Lapses.....	78.8	394,086	51.0	277,838	96.4	320,508
Net savings due to lower pay scales for part of year.....		50,465		81,925		
Net permanent (average number, net salary).....	507.2	3,829,083	656.0	4,824,138	680.6	5,279,178
Positions other than permanent:						
Temporary employment.....	8.1	31,335	0.2	8,505	0.2	7,000
Intermittent employment.....	0.3	6,505	0.3	5,000	0.3	5,000

	1963 actual	1964 estimate	1965 estimate
Other personnel compensation:			
Regular pay above 52-week base.....		\$39,919	\$21,843
Overtime and holiday pay.....	\$82,439	144,973	98,225
Nightwork differential.....	1,702	2,500	2,500
Payments to other agencies for reimbursable details.....	94,793		
Add excess of annual leave earned over leave taken.....	25,759		
Total personnel compensation.....	4,071,616	5,025,035	5,413,746

Salaries and wages are distributed as follows:

Salaries and expenses.....	2,373,574	2,634,935	2,860,646
Advances and reimbursements.....	50,681	67,231	67,231
Working capital fund.....	1,594,065	2,267,869	2,485,869
Office of Emergency planning.....	47,738		
Public works acceleration.....	5,558	5,000	

FOREST SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FOREST SERVICE

	1963 actual		1964 estimate		1965 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
FOREST SERVICE						
Grades and ranges:						
Special positions at rates equal to or in excess of \$18,000:						
Chief.....	1	\$19,000	1	\$19,000	1	\$19,000
GS-18, \$20,000:						
Deputy chief.....	2	40,020	2	40,020	2	40,020
GS-17, \$18,000 to \$20,000:						
Associate deputy chief.....	2	36,525	2	36,525	2	37,523
Deputy chief.....	3	55,536	3	56,035	3	57,033
GS-16, \$16,000 to \$18,000:						
Assistant to the chief.....	1	16,515	1	16,515	1	17,014
Associate deputy chief.....	2	33,529	2	33,529	2	33,529
Deputy chief.....	1	18,013	1	18,013	1	18,013
Division director.....	3	52,541	5	86,569	5	86,569
Regional forester.....	9	154,127	9	156,625	9	156,625
GS-15, \$15,665 to \$19,270:						
Assistant regional forester.....			14	219,562	23	367,695
Associate deputy chief.....	1	16,016	1	17,742	1	17,742
Chemical engineer.....	1	15,538	1	16,182	1	16,702
Civil engineer.....			4	62,732	4	64,728
Deputy regional forester.....	2	30,118	6	97,134	6	100,212
Director, forest experiment station.....	9	147,493	9	158,035	9	158,035
Division director.....	26	392,747	26	425,955	27	447,657
Engineer.....	1	15,538	3	48,588	3	50,106
Forest products technologist.....			2	31,366	2	31,366
Forester.....	3	46,134	11	177,006	34	538,711
Mathematical statistician.....	1	14,551	2	31,366	2	31,366
Regional forester.....	1	16,973	1	18,762	1	18,762
Research forester.....	5	74,340	7	111,798	46	724,911
GS-14, \$13,615 to \$17,215:						
Accountant.....	3	41,953	3	44,928	3	44,928
Administrative officer.....	2	26,977	2	29,058	2	29,058
Air operations officer.....	1	13,270	1	14,518	1	14,518
Assistant regional forester.....	74		61		52	
Budget officer.....	1,023,506		909,761		738,752	
Chemical engineer.....	1	13,270	1	14,518	1	14,976
Chemist.....	3	41,953	3	44,928	3	44,928
Civil engineer.....	4	57,366	5	75,316	5	75,316
Deputy regional forester.....	3	42,369				
Digital computer systems administrator.....	1	12,854	1	14,082	1	14,518
Director, forest experiment station.....	1	13,270	1	14,518	1	14,976
Director, tropical forestry.....	1	14,123	1	14,976	1	14,976
Editor.....	1	14,123	1	14,976	1	14,976
Educationist.....	1	13,707	1	13,624	1	14,082
Electronics engineer.....	1	15,413	1	16,328	1	16,328
Employee development officer.....	1	13,270	1	14,518	1	14,976
Engineer.....	4	56,097	7	103,044	7	104,832
Entomologist.....	12	167,354	12	178,358	12	178,358
Forest economist.....	1	13,707	1	14,976	1	14,976
Forest products technologist.....	12	174,699	8	126,154	8	126,154
Forest supervisor.....	12	159,216	32	445,489	42	591,444
Forester.....	49		90		121	
Landscape architect.....		667,063	1,281,090		1,739,858	
Management analysis officer.....	4	53,101	4	58,094	4	58,094
Mathematical statistician.....	4	53,080	5	71,260	5	72,590
Mechanical engineer.....	2	28,246	2	30,410	2	30,410
Meteorologist.....	1	12,845	1	13,624	1	14,082
Office services manager.....	1	13,707	1	14,976	1	14,976
Personnel officer.....	4	56,492	4	59,904	4	59,904
Physicist.....	1	13,270	1	14,518	1	14,976
Plant pathologist.....	11	151,546	11	162,926	11	164,736
Procurement officer.....	1	13,707	1	14,976	1	14,976
Property management officer.....	1	13,707	1	14,976	1	14,976
Public information specialist.....	6	80,473	6	86,236	6	87,108
Range conservationist.....	6	84,759	6	89,856	6	89,856
Regional engineer.....	10	144,684	10	151,548	10	151,548
Regional fiscal agent.....	7	95,491	9	132,974	9	134,784
Research forester.....	42		63		93	
Sign program coordinator.....	1	577,543	1	909,186	1,323,354	
	1	13,707	1	14,976	1	14,976

DEPARTMENT OF AGRICULTURE—Continued

FOREST SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FOREST SERVICE—Continued

	1963 actual	1964 estimate	1965 estimate
FOREST SERVICE—continued			
Grades and ranges—Continued			
GS-14. \$13,615 to \$17,215—Continued			
Soil scientist.....	1 \$14,123	1 \$14,976	1 \$14,976
Technologist.....	2 28,246	2 30,410	2 30,410
GS-13. \$11,725 to \$14,805.....	677 8,053,313	679 8,617,150	679 8,651,727
GS-12. \$9,980 to \$12,620.....	1,215 12,314,359	1,249 13,370,889	1,200 12,936,072
GS-11. \$8,410 to \$10,650.....	2,067 17,781,883	2,107 19,072,193	2,123 19,181,977
GS-10. \$7,690 to \$9,985.....	12 100,361	11 96,643	11 96,643
GS-9. \$7,030 to \$9,100.....	2,522 18,273,398	2,613 19,748,674	2,639 19,906,454
GS-8. \$6,390 to \$8,280.....	46 307,324	48 335,920	48 335,920
GS-7. \$5,795 to \$7,550.....	3,240 19,726,879	3,327 21,090,697	3,356 21,183,984
GS-6. \$5,235 to \$6,810.....	467 2,635,432	443 2,597,855	463 2,702,695
GS-5. \$4,690 to \$6,130.....	2,726 13,901,127	2,793 14,609,228	2,860 14,824,195
GS-4. \$4,215 to \$5,475.....	2,485 11,353,263	2,523 11,839,481	2,607 12,123,019
GS-3. \$3,880 to \$4,900.....	2,076 8,553,924	2,151 9,018,887	2,216 9,246,737
GS-2. \$3,620 to \$4,565.....	173 655,666	154 592,217	160 614,057
GS-1. \$3,305 to \$4,250.....	10 36,716	10 37,454	10 37,454
Grades established by act of June 20, 1958 (72 Stat. 213) and act of September 23, 1959 (73 Stat. 651):			
Director, forest products laboratory.....	1 17,500	1 17,500	1 17,500
Forest products technologist.....	1 17,500	1 17,500	1 17,500
Physical chemist.....	1 17,514	1 17,514	1 17,514
Research forester.....	1 17,500	1 17,500	1 17,500
Ungraded positions at annual rates less than \$13,615.....	1,104 6,028,256	1,100 6,042,167	1,050 5,767,600
Ungraded positions at hourly rates equivalent to less than \$13,615.....	764 4,077,523	762 4,190,986	750 4,125,000
Total permanent.....	19,955 129,108,949	20,456 138,509,539	20,787 141,046,026
Deduct—			
Lapses.....	2,125.6 10,384,907	2,074.6 11,100,970	2,183.6 14,031,026
Portion of salaries carried in other position schedules paid from this account.....	2.0 12,564		
Net savings due to lower pay scales for part of year.....	3,740,573	5,047,569	
Net permanent (average number, net salary).....	17,827.4 114,970,905	18,381.4 122,361,000	18,603.4 127,015,000
Positions other than permanent:			
Temporary employment.....	35,791,503	38,009,000	35,074,000
Part-time employment.....	1,287,971	1,320,000	640,000
Intermittent employment.....	16,092,325	16,442,000	11,291,000
Other personnel compensation:			
Regular pay above 52-week base.....		1,200,000	670,000
Overtime and holiday pay.....	7,018,494	2,975,000	2,558,000
Nightwork differential.....	99,971	95,000	95,000
Additional pay for service abroad.....	477,716	570,000	570,000
Payments to casual workers.....	2,161,016	1,100,000	1,000,000
Payments to prison inmates.....	12,128	10,000	10,000
Payments to other agencies for reimbursable details.....	24,602	15,000	15,000
Total personnel compensation, Forest Service.....	177,936,631	184,097,000	178,938,000
Salaries and wages are distributed as follows:			
Forest protection and utilization.....	110,387,822	110,517,000	113,306,000
Forest roads and trails.....	25,247,453	28,926,000	31,211,000
Access roads.....	6,692		
Acquisition of lands for national forests, special acts.....	168	3,000	3,000
Acquisition of lands for national forests, Superior National Forest.....	42,680	27,000	
Acquisition of lands for national forests, Wasatch National Forest.....		10,000	
Assistance to States for tree planting.....	113,958	131,000	131,000
Expenses, brush disposal.....	5,265,915	6,027,000	6,185,000
Other Forest Service permanent appropriations.....	6,024	52,000	53,000
Working capital fund, Forest Service.....	7,166,682	7,989,000	8,290,000
Advances and reimbursements.....	2,204,964	3,260,000	3,322,000
Forest Service trust funds.....	12,959,750	14,582,000	13,715,000
Allotment from—			
Flood prevention, Soil Conservation Service.....	1,668,462	1,926,000	1,885,000
Watershed protection, Soil Conservation Service.....	479,222	629,000	597,000
Expenses, Agricultural Stabilization and Conservation Service.....	119,525	109,000	112,000
Great Plains conservation program, Soil Conservation Service.....	14,973	15,000	17,000

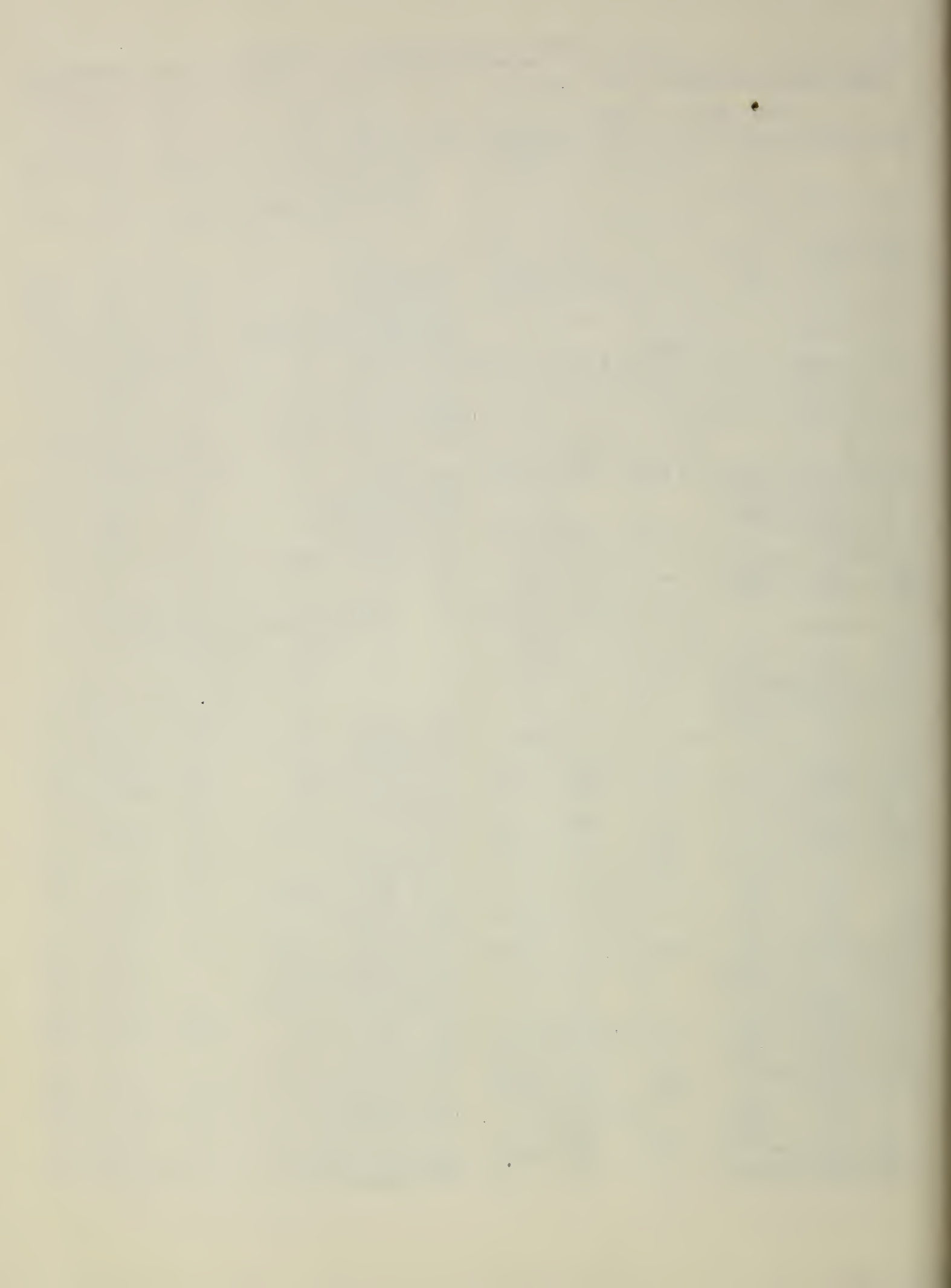
	1963 actual	1964 estimate	1965 estimate
FOREST SERVICE—continued			
Salaries and wages are distributed as follows—Continued			
Allotment from—Continued			
Oregon and California grant lands, Bureau of Land Management, Department of the Interior.....	\$27,007	\$41,000	\$42,000
Public works acceleration.....	12,225,324	9,815,000	
Resource conservation and development, Soil Conservation Service.....		38,000	69,000
ALLOCATION TO THE DEPARTMENT OF THE INTERIOR			
Grades and ranges:			
GS-12. \$9,980 to \$12,620.....	1 9,485	2 21,299	2 21,632
GS-11. \$8,410 to \$10,650.....	1 8,050	2 16,848	2 17,388
GS-9. \$7,030 to \$9,100.....	3 21,175	5 36,815	5 37,773
GS-7. \$5,795 to \$7,550.....	3 18,305	2 12,771	2 12,979
GS-6. \$4,690 to \$6,130.....	2 9,630	4 20,215	3 15,368
GS-4. \$4,215 to \$5,475.....	1 4,118	1 4,368	1 4,514
GS-3. \$3,880 to \$4,900.....	1 3,820		
Ungraded positions at hourly rates equivalent to less than \$13,615.....	9 50,534	12 66,394	12 66,394
Total permanent.....	21 125,117	28 178,710	27 176,048
Deduct—			
Lapses.....	3.6 22,678	3.3 17,106	2.4 11,627
Net savings due to lower pay scales for part of year.....	947	1,645	
Add portion of salaries paid from other accounts.....	2.0 18,893	4.1 29,180	3.1 24,670
Net permanent (average number, net salary).....	19.4 120,385	28.8 189,139	27.7 189,091
Positions other than permanent:			
Temporary employment.....	260,099	283,618	270,977
Part-time employment.....	3,135	3,883	5,818
Intermittent employment.....	59,224	75,978	69,194
Other personnel compensation:			
Regular pay above 52-week base.....		1,147	627
Overtime and holiday pay.....	14,977	490	505
Total personnel compensation, Department of the Interior.....	457,820	554,255	536,212

DEPARTMENT OF COMMERCE

GENERAL ADMINISTRATION

SALARIES AND EXPENSES

	1963 actual	1964 estimate	1965 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$16,000:			
Secretary of Commerce.....	1 \$25,000	1 \$25,000	1 \$25,000
Under secretary of Commerce.....	1 21,008	1 21,008	1 21,008
Under secretary, transportation.....	1 21,008	1 21,008	1 21,008
Assistant secretary of Commerce.....	4 80,040	4 80,040	4 80,040
General counsel.....	1 20,010	1 20,010	1 20,010
GS-18. \$20,000:			
Deputy under secretary, transportation.....	2 40,020	2 40,020	2 40,020
Deputy assistant secretary of Commerce.....	2 40,020	3 60,030	3 60,030
Deputy general counsel.....	1 20,010	1 20,010	1 20,010
Deputy to the secretary.....	1 20,010	1 20,010	1 20,010
Deputy to the secretary, textile program.....	1 20,010	1 20,010	1 20,010
National export expansion coordinator.....	1 20,010	1 20,010	1 20,010
GS-17. \$18,000 to \$20,000:			
Deputy assistant secretary of Commerce.....	4 72,551	4 73,050	4 75,046
Deputy to the secretary, congressional relations.....	1 18,512	1 19,011	1 19,510
Deputy to the under secretary.....		1 18,013	1 18,512
Deputy director, office of emergency transportation.....		1 18,512	1 19,011
Deputy national export expansion coordinator.....	1 18,512	1 18,013	1 18,512
Director, audits.....	1 18,013	1 18,512	1 19,011
Director, budget and finance.....	1 18,013	1 18,512	1 19,011
Director, personnel.....	1 20,010	1 18,013	1 18,512
Special assistant to the secretary.....		1 18,013	1 18,512
GS-16. \$16,000 to \$18,000:			
Deputy assistant secretary of Commerce.....	1 16,016	1 16,016	1 16,515
Deputy director, budget and finance.....	1 17,514	1 17,514	1 17,514
Associate director, personnel.....	1 17,514	1 17,514	1 18,013
Assistant general counsel.....	5 85,572	5 84,573	5 86,071
Director, administrative services.....	1 16,016	1 16,016	1 16,515
Director, investigations and security.....	1 18,013	1 18,013	1 18,013
Director, management and organization.....		1 17,514	1 17,514
Director, public information.....	1 18,013	1 18,013	1 18,013
Special assistant to the secretary.....	2 32,032		
Special assistant to the under secretary, transportation.....	2 34,029	2 34,528	2 35,027



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